

American Funds NVIT Growth-Income Fund - Class II

Investment Strategy from investment's prospectus

The investment seeks both capital appreciation and income.

The Fund invests all of its assets in the Class 1 shares of the Master Fund, a series of the American Funds Insurance Series(R), a registered open-end investment company. The Master Fund invests primarily in common stock of companies or other securities that demonstrate the potential for appreciation and/or dividends. The Master Fund may invest up to 15% of its assets in equity securities of issuers domiciled outside the United States which are not included in the Standards & Poor's 500 Index.

Category Description: Large Blend

Large-blend funds have portfolios that are fairly representative of the overall stock market in size, growth rates, and price. They tend to invest across the spectrum of U.S. industries and owing to their broad exposure, the funds' returns are often similar to those of the S&P 500 Index.

Broad Asset Class: Large Cap Stocks

Shares of ownership in large corporations.

Notes

This material is authorized for client use only when preceded or accompanied by a Disclosure Statement, a product prospectus (variable annuity and variable life insurance only), a fund prospectus and/or informational brochure containing more complete information. These can be obtained from your investment professional and should be read carefully before investing or sending money.

NOT A DEPOSIT – NOT FDIC INSURED – NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY – NOT GUARANTEED BY THE INSTITUTION – MAY GO DOWN IN VALUE

The Broad Asset Class identifies a fund's investment style. The Broad Asset Class was developed by Nationwide in conjunction with Ibbotson Associates for asset allocation. Asset Allocation does not assure a profit or guarantee against a loss in a declining market.

Portfolio Analysis as of 12-31-07

Composition as of 12-31-07	Net%
U.S. Stocks	81.6
Non U.S. Stocks	10.2
Bonds	2.1
Cash	6.1
Other	0.0
Total	100.0

Top 20 Holdings as of 12-31-07	% Assets
Oracle Corporation	3.29
Microsoft Corporation	2.50
General Electric Company	2.24
American International Group	2.15
Schlumberger, Ltd.	2.04
Bank of America Corporation	1.87
Cisco Systems, Inc.	1.71
Intel Corporation	1.62
Citigroup, Inc.	1.59
Fannie Mae	1.59
International Business Machines Corp	1.51
Lowe's Companies Inc.	1.46
PepsiCo, Inc.	1.38
Hewlett-Packard Company	1.34
Aetna, Inc.	1.24
Google, Inc.	1.24
Nokia	1.20
United Technologies	1.17
Yahoo, Inc.	1.12
Time Warner, Inc.	1.09
Total Number of Stock Holdings	167
Total Number of Bond Holdings	18
Annual Turnover Ratio %	—
Total Fund Assets (\$mil)	134.6

Risk Classification as of 03-31-08

An investment's risk classification corresponds with the following ranges of standard deviation.

I	II	III	IV	V	VI
I	Lowest: Money Market and Stable Value Funds				
II	Very Low: 0.00-3.46				
III	Low: 3.47-5.21				
▶ IV	Moderate: 5.22-9.95				
V	High: 9.96-13.50				
VI	Very High: 13.51 and above				

Standard Deviation is a statistical measurement of dispersion about an average, which depicts how widely the returns varied over a certain period of time. When a fund has a high standard deviation, the predicted range of performance is wide, implying greater volatility.

Morningstar provides standard deviation and Nationwide provides the ranges.

Morningstar Style Box™ as of 12-31-07

	% Mkt Cap
Giant	52.52
Large	34.99
Medium	12.38
Small	0.11
Micro	0.00

Statistics as of 12-31-07	Port Avg	Rel S&P 500	Rel Cat
P/E Ratio	14.42	1.08	1.03
P/B Ratio	2.26	0.98	0.95
P/C Ratio	10.91	1.21	1.15
GeoAvgCap (\$mil)	54,128.45	1.09	1.36

Risk Measures as of 03-31-08	Port Avg	Rel S&P 500	Rel Cat
3 Yr Std Dev	8.20	0.59	0.88
3 Yr Beta	0.92	—	0.92
3 Yr Sharpe Ratio	0.21	-2.33	1.17
3 Yr Alpha	0.08	—	-0.62
3 Yr R-squared	94.46	—	1.06

Morningstar Sectors as of 12-31-07	Fund%	S&P 500%
Information	28.75	20.22
Software	6.62	3.87
Hardware	14.28	9.78
Media	4.29	3.09
Telecommunication	3.56	3.48
Service	39.76	40.24
Healthcare Service	14.51	11.82
Consumer Service	6.89	7.26
Business Service	4.39	4.40
Financial Service	13.97	16.76
Manufacturing	31.50	39.53
Consumer Goods	8.57	8.83
Industrial Materials	10.94	13.67
Energy	10.11	13.47
Utilities	1.88	3.56

Operations

Expense Ratio	—
Fund Inception Date	04-27-07
Initial Share Class	04-24-07
Inception Date	
Advisor	Capital Research & Management Co.
Subadvisor	—

Portfolio Manager(s)

Claudia P. Huntington. Since 2007.
J. Blair Frank. Since 2007.