

Rydex VT Consumer Products Fund

Investment Strategy from investment's prospectus

The investment seeks capital appreciation.

The fund invests substantially all of assets in equity securities of consumer products companies that are traded in the United States. It may also engage in futures and options transactions, enter into swap agreements, purchase ADRs and U.S. government securities, and enter into repurchase agreements. It is nondiversified.

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: Specialty

Securities from narrow sub-sectors of the broader market or uncommon asset classes.

Notes

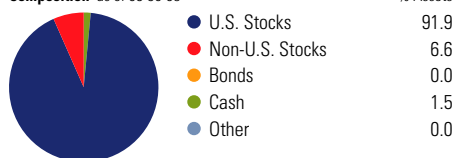
This material is authorized for client use only when preceded or accompanied by a Disclosure Statement, a product prospectus (variable annuity and variable life insurance only), a fund prospectus and/or informational brochure containing more complete information. These can be obtained from your investment 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 09-30-08

Composition as of 09-30-08



Top 20 Holdings as of 09-30-08

Company	% Assets
Procter & Gamble Company	7.64
Coca-Cola Company	5.69
PepsiCo, Inc.	5.56
Philip Morris International Inc	4.91
Kraft Foods, Inc.	3.70
Unilever N.V. (ADR)	3.43
Anheuser-Busch Companies, Inc.	3.37
Colgate-Palmolive Company	3.22
Diageo PLC ADR	3.19
Altria Group Inc.	3.17
Kimberly-Clark Corporation	2.83
General Mills, Inc.	2.49
Kellogg Company	2.40
Avon Products	2.26
Sysco Corporation	2.20
Wm. Wrigley Jr. Company	2.09
Kroger Company	2.06
H.J. Heinz Company	2.00
Campbell Soup Company	1.98
Reynolds American, Inc.	1.86
Total Number of Stock Holdings	47
Total Number of Bond Holdings	0
Annual Turnover Ratio %	260
Total Fund Assets (\$mil)	22.37

Risk Classification as of 09-30-08

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

I	II	III	IV	V	VI
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- 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 09-30-08

Style	% Mkt Cap
Giant	38.72
Large	34.63
Medium	26.64
Small	0.00
Micro	0.00

Statistics as of 09-30-08

Statistic	Port Avg	Rel S&P 500	Rel Cat
P/E Ratio	15.35	1.24	1.14
P/B Ratio	2.82	1.45	1.34
P/C Ratio	10.72	1.47	1.33
GeoAvgCap (\$mil)	27,113.52	0.60	0.77

Risk Measures as of 09-30-08

Metric	Port Avg	Rel S&P 500	Rel Cat
3 Yr Std Dev	8.96	0.79	0.74
3 Yr Beta	0.56	—	0.55
3 Yr Sharpe Ratio	0.11	-0.39	-0.35
3 Yr Alpha	2.70	—	-4.74
3 Yr R-squared	49.92	—	0.54

Morningstar Sectors as of 09-30-08

Sector	Fund%	S&P 500%
Information	0.00	19.27
Software	0.00	4.02
Hardware	0.00	9.48
Media	0.00	2.72
Telecommunication	0.00	3.05
Service	7.73	40.95
Healthcare Service	0.00	13.10
ConsumerService	7.73	7.45
Business Service	0.00	4.74
Financial Service	0.00	15.66
Manufacturing	92.27	39.79
Consumer Goods	90.57	10.65
Industrial Materials	1.70	12.22
Energy	0.00	13.43
Utilities	0.00	3.49

Operations

Expense Ratio	1.59% of fund assets
Fund Inception Date	05-29-01
Initial Share Class	05-29-01
Inception Date	
Advisor	PADCO Advisors II, Inc.
Subadvisor	—

Portfolio Manager(s)

Michael P. Byrum, CFA. B.S., Miami U of Ohio, 1992. Since 2001.
 Michael J. Dellapa, CFA. B.S., U of Maryland. M.B.A., U of Chicago. Since 2006.