

# American Funds NVIT Asset Allocation - Class II

## Investment Strategy from investment's prospectus

The investment seeks above-average total return.

The fund invests all of assets in the class 1 shares of the Master fund. In turn, the master fund seeks to provide investors with high total return consistent with the preservation of capital over the long term by investing in a diversified portfolio of common stocks and other equity securities, bonds and other intermediate and long-term debt securities, and money market instruments. Normally the fund's investment adviser invests: 40% - 80% in equity securities; 20% - 50% in debt securities; and 0% to 40% in money market instruments.

Past name(s): American Funds GVIT Asset Allocation II.

## Category Description: Moderate Allocation

Moderate-allocation funds seek to provide both capital appreciation and income by investing in three major areas: stocks, bonds, and cash. These funds tend to hold larger positions in stocks than conservative-allocation funds. These funds typically have 50% to 70% of assets in equities and the remainder in fixed income and cash.

## Broad Asset Class: Asset Allocation

Asset Allocation is the apportioning of investment funds among categories of assets such as Domestic Equity, International Equity, Fixed Income and Cash Equivalents.

## Notes

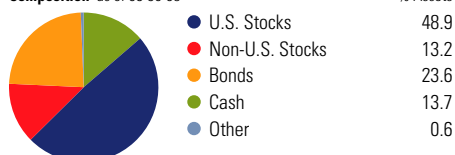
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NOT A DEPOSIT – NOT FDIC INSURED – NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY – NOT GUARANTEED BY THE INSTITUTION – MAY GO DOWN IN VALUE

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 06-30-08

### Composition as of 06-30-08



### Top 20 Holdings as of 06-30-08

Company	% Assets
Suncor Energy, Inc.	2.59
Schlumberger, Ltd.	2.44
Broken Hill Proprietary	2.09
US Treasury Note 3.875% 09-15-10	1.90
Chevron Corporation	1.78
Medtronic, Inc.	1.32
Boeing Company	1.30
Philip Morris International Inc	1.29
Sprint Nextel Corporation	1.29
Newmont Mining	1.28
International Business Machines Corp	1.21
Wyeth	1.14
Johnson & Johnson	1.09
AT&T, Inc.	1.03
Rio Tinto	1.02
Deere & Company	0.98
Amgen, Inc.	0.96
Rosetta Res 144A	0.96
Microsoft Corporation	0.95
Smith International, Inc.	0.94
Total Number of Stock Holdings	105
Total Number of Bond Holdings	517
Annual Turnover Ratio %	29
Total Fund Assets (\$mil)	683.12

## Risk Classification as of 09-30-08

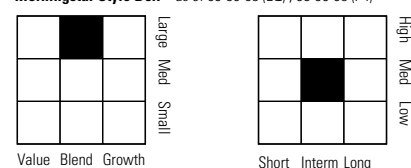
An investment's risk classification corresponds with the following ranges of standard deviation.

I	II	III	IV	V	VI
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 06-30-08 (EQ) ; 06-30-08 (F-I)



Statistics as of 06-30-08	Port Avg	Rel S&P 500	Rel Cat
P/E Ratio	13.77	1.11	1.03
P/B Ratio	2.04	1.05	1.00
P/C Ratio	7.92	1.08	1.00
GeoAvgCap (\$mil)	40,573.83	0.90	1.43

Risk Measures as of 09-30-08	Port Avg	Rel S&P 500	Rel Cat
3 Yr Std Dev	—	—	—
3 Yr Beta	—	—	—
3 Yr Sharpe Ratio	—	—	—
3 Yr Alpha	—	—	—
3 Yr R-squared	—	—	—

Morningstar Sectors as of 06-30-08	Fund%	S&P 500%
Information	18.67	19.27
Software	2.70	4.02
Hardware	7.94	9.48
Media	1.44	2.72
Telecommunication	6.59	3.05
Service	31.88	40.95
Healthcare Service	15.48	13.10
ConsumerService	5.49	7.45
Business Service	1.97	4.74
Financial Service	8.94	15.66
Manufacturing	49.44	39.79
Consumer Goods	6.98	10.65
Industrial Materials	19.02	12.22
Energy	22.17	13.43
Utilities	1.27	3.49

## Operations

Expense Ratio	0.63% of fund assets
Fund Inception Date	05-01-06
Initial Share Class	05-01-06
Inception Date	
Advisor	Capital Research and Management Co.
Subadvisor	—

## Portfolio Manager(s)

James R. Mulally. M.B.A., Columbia U. B.S., Dartmouth C. Since 2006.  
Alan N. Berro. Since 2006.