

# SG Macro Compass Index

A next-generation global multi-asset index seeking to provide stable and consistent returns

## Objective

The SG Macro Compass Index seeks to generate consistent returns while managing volatility in all market environments

## Approach

Identify changes in the economic cycle and rotate asset class allocations accordingly

## Asset Classes

The index may shift allocations between 13 asset classes that span global equities, bonds, and commodities

## Ticker

SGMACRO Index

## Designed by

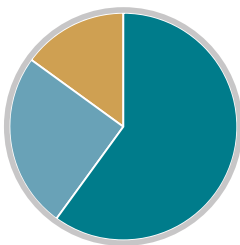


The Index is deeply rooted in academic research of macroeconomic outlooks and applies a rules-based process designed by one of the world's leading index providers committed to building a better and more sustainable future through responsible and innovative financial solutions.


- 150 years of client service
- Operations in 62 countries
- Over 29 million clients worldwide

The **SG Macro Compass Index** is a global multi-asset index designed to identify changes in the economic cycle and rotate asset class allocations through up, down and sideways markets. There can be no guarantee that the SG Macro Compass Index strategy will meet its objectives.

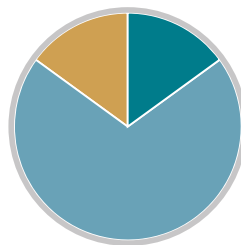
### STRONG OUTLOOK




Increasing growth and decreasing inflation expectations create a positive outlook and an opportunistic allocation favored in expansions

-  **Growth Assets**  
Including U.S. Value Equities and Global Equities

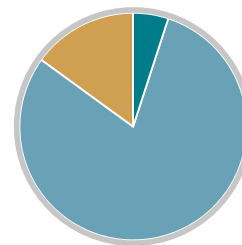
### NEUTRAL OUTLOOK




Indicators suggesting a neutral outlook favor a traditional, balanced allocation designed for more transitional phases of the market cycle

-  **Defensive Assets**  
Including U.S. Low Volatility Equities and Global Smart Fixed Income

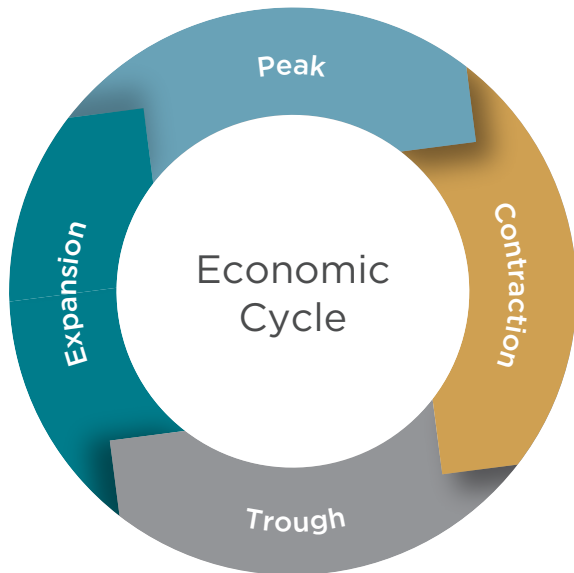
### WEAK OUTLOOK



Decreasing growth and increasing inflation expectations create a weak outlook and a defensive allocation favored in contractions

-  **Diversifying Assets**  
Including 20 Different Global Commodities

• Not a deposit • Not FDIC or NCUSIF insured • Not guaranteed by the institution • Not insured by any federal government agency • May lose value



- **Access to key indicators determining the economic outlook**  
Changing growth and inflation expectations help identify potential changes in the market cycle
- **Shifting allocations throughout the market cycle**  
Based upon the economic outlook for expanding, contracting or neutral markets, the Index may shift allocations of up to 13 underlying global assets in equities, bonds and commodities
- **Quarterly updates seek to identify changes in the economic cycle**  
The economic outlook is updated every three months seeking to provide consistent growth in changing markets

Designed by Societe Generale, one of the world's leading index providers.



This Index Overview must be used in conjunction with the Nationwide Defined Protection Annuity Client Guide.



This material is not a recommendation to buy, sell, hold or roll over any asset, adopt an investment strategy, retain a specific investment manager or use a particular account type. It does not take into account the specific investment objectives, tax and financial condition or particular needs of any specific person. Investors should discuss their specific situation with their financial professional.

Annuities have limitations. They are long-term vehicles designed for retirement purposes. They are not intended to replace emergency funds, to be used as income for day-to-day expenses or to fund short-term savings goals. Withdrawals are subject to income tax, and withdrawals before age 59½ may be subject to a 10% early withdrawal federal tax penalty. Please read the contract for complete details.

**This product is sold by prospectus. Carefully consider the investment objectives, risks, charges and expenses. The product prospectus contains this and other important information. Investors should read them carefully before investing. To request a copy, go to [nationwide.com/prospectus](http://nationwide.com/prospectus) or call 1-800-848-6331.**

Nationwide Defined Protection is an individual single purchase payment deferred annuity with index-linked strategies issued by Nationwide Life Insurance Company, Columbus, Ohio. Please note, the contract does not directly participate in any stock or equity investments. Guarantees and protections referenced within are subject to the claims-paying ability of Nationwide Life Insurance Company.

Neither Nationwide nor any of its affiliates are affiliated with the SG Macro Compass Index nor any of its affiliates.

The SG Macro Compass Index (the "SG Index") is the exclusive property of SG Americas Securities, LLC (together with its affiliates, "SG"). SG has contracted with S&P Opco, LLC (a subsidiary of S&P Dow Jones Indices LLC) ("S&P") to maintain and calculate the SG Index. "SG Americas Securities, LLC", "SGAS", "Société Générale", "SG", "Société Générale Indices", "SGI", and "SG Macro Compass Index" (collectively, the "SG Marks") are trademarks or service marks of SG. The SG Index has been licensed to Nationwide Life Insurance Company (the "Licensee") for use in the Nationwide Defined Protection® Annuity (the "Product"). SG's sole contractual relationship with the Licensee is as licensor of the SG Index and the SG Marks. SG has no obligation to make payments under the Product. None of SG, S&P or other third-party licensor (collectively, the "SG Index Parties") to SG is acting, or has been authorized to act, as agent of the Licensee or has sponsored, promoted, solicited, negotiated, endorsed, offered, sold, issued, supported, structured or priced any Product or provided investment advice to the Licensee. The SG Index Parties make no representation or warranty, express or implied, to investors in the Product and hereby disclaim all warranties (including, without limitation, those of merchantability or fitness for a particular purpose or use): (a) regarding the advisability of investing in any products linked to the SG Index or (b) the suitability or appropriateness of an exposure to the SG Index in seeking to achieve any particular objective, including meeting its stated target volatility. No SG Index Party shall have any responsibility or liability for any losses in connection with the Product, including with respect to design, issuance, administration, actions of the Licensee, marketing, trading or performance of the Product. SG has not prepared any part of this document and no statements made herein can be attributed to SG. SG does not act as an investment adviser or provide investment advice in respect of the SG Index or the Product and does not accept any fiduciary or other duties in relation to the SG Index, the Licensee, the Product or any investors in the Product. SG shall have no liability for any act or failure to act in connection with the determination, adjustment or maintenance of the SG Index. Without limiting the foregoing, SG shall have no liability for any damages or lost profits, even if notified of the possibility of such damages. In calculating the daily performance of the SG Index, SG deducts fixed transaction and replication costs that cover, among other things, rebalancing and replicating the SG Index. The total amount of these embedded costs is unpredictable and depends on numerous factors, including leverage of the SG Index, which may be as high as 200%, performance of indexes underlying the SG Index, market conditions and changes in the macro regimes, among other factors. The embedded costs, which are increased by the SG Index's leverage, will reduce the performance of the SG Index. The volatility control applied by the SG Index may also reduce the overall return.

Nationwide, the Nationwide N and Eagle, Nationwide is on your side and Nationwide Defined Protection are service marks of Nationwide Mutual Insurance Company.

©2021 Nationwide

VAM-3444AO.1 (04/21)