



LIFE AND ACCIDENT AND HEALTH COMPANIES - ASSOCIATION EDITION

ANNUAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2014  
OF THE CONDITION AND AFFAIRS OF THE

Nationwide Life and Annuity Insurance Company

NAIC Group Code 0140 0140 NAIC Company Code 92657 Employer's ID Number 31-1000740  
(Current) (Prior)

Organized under the Laws of Ohio, State of Domicile or Port of Entry Ohio

Country of Domicile United States of America

Incorporated/Organized 02/09/1981 Commenced Business 05/06/1981

Statutory Home Office One West Nationwide Blvd. Columbus, OH, US 43215-2220  
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office One West Nationwide Blvd. 800-882-2822  
(Street and Number) (Area Code) (Telephone Number)  
Columbus, OH, US 43215-2220  
(City or Town, State, Country and Zip Code)

Mail Address One West Nationwide Blvd., 1-04-701 Columbus, OH, US 43215-2220  
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records One West Nationwide Blvd., 1-04-701  
(Street and Number) 800-882-2822  
Columbus, OH, US 43215-2220 (Area Code) (Telephone Number)  
(City or Town, State, Country and Zip Code)

Internet Website Address www.nationwide.com

Statutory Statement Contact Ronald S. Porter 614-249-1545  
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(E-mail Address) (FAX Number)

OFFICERS

President & COO Kirt Alan Walker Sr VP & Treasurer David Patrick LaPaul  
VP - Corp Governance & Secretary Robert William Horner III VP - NF Chief Actuary Steven Andrew Ginnan

OTHER

J. Lynn Anderson Sr VP - Pres Nationwide Bank	Pamela Ann Biesecker Sr VP - Head of Taxation	John Laughlin Carter Sr VP - NW Retirement Plans
Tammy Craig Senior Vice President-CIO CL & Agency	Rae Ann Dankovic Sr VP - NFS Legal	Timothy Gerard Frommeyer Sr VP - CFO
David Luther Gierz Sr VP - NF Distrib Sales	Peter Anthony Golato Sr VP - NW Financial Network	Susan Jean Gueli Sr VP - CIO NF Systems
Harry Hansen Hallowell Sr VP	Jennifer Marie Hanley Sr VP, NI Brand Marketing	Patricia Ruth Hatler Exec VP & Chief Legal & Gov Off
Eric Shawn Henderson Sr VP - Ind Products & Sol	Terri Lynn Hill Exec VP	Matthew Eric Jauchius Exec VP - Chief Market
Michael Craig Keller Exec VP - Chief Info Officer	Gale Verdell King Exec VP - Chief Human Res Officer	Mark Angelo Pizzi Exec VP
Steven Charles Power Sr VP - NF	Stephen Scott Rasmussen Chief Executive Officer	Sandra Lynn Rich Sr VP - Chief Compliance Officer
Michael Anthony Richardson Sr VP - CIO Enter Apps	Michael Scott Spangler Sr VP - Invest Manag Group	Mark Raymond Thresher Exec VP
Andrew Dawnly Walker Senior Vice President-IT CFO & Ch Procure Off		

DIRECTORS OR TRUSTEES

John Laughlin Carter	Timothy Gerard Frommeyer	Eric Shawn Henderson
Stephen Scott Rasmussen	Mark Raymond Thresher	Kirt Alan Walker

State of Ohio SS:  
County of Franklin

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Kirt Alan Walker  
President & COO

Robert William Horner, III  
VP - Corp Governance & Secretary

David Patrick LaPaul  
Sr VP & Treasurer

Subscribed and sworn to before me this 19 day of February

- a. Is this an original filing? Yes [ X ] No [ ]  
b. If no,  
1. State the amendment number.....  
2. Date filed .....  
3. Number of pages attached.....



Carol M. Neighborgall  
Notary Public, State of Ohio  
My Commission Expires 08-22-2016

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

ASSETS

	Current Year			Prior Year
	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
1. Bonds (Schedule D) .....	5,295,473,549		5,295,473,549	4,607,018,081
2. Stocks (Schedule D):				
2.1 Preferred stocks .....				
2.2 Common stocks .....				
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens .....	697,147,775		697,147,775	538,103,691
3.2 Other than first liens.....				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ ..... encumbrances) .....				
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....				
4.3 Properties held for sale (less \$ ..... encumbrances) .....				
5. Cash (\$ .....3,457,355 , Schedule E - Part 1), cash equivalents (\$ ..... , Schedule E - Part 2) and short-term investments (\$ .....120,964,394 , Schedule DA) .....	124,421,749		124,421,749	1,581,716
6. Contract loans (including \$ ..... premium notes) .....	42,720,752	20,719	42,700,033	37,357,934
7. Derivatives (Schedule DB) .....	17,972,240		17,972,240	
8. Other invested assets (Schedule BA) .....	67,247,288		67,247,288	64,701,095
9. Receivables for securities .....				
10. Securities lending reinvested collateral assets (Schedule DL) .....	48,454,565		48,454,565	17,172,443
11. Aggregate write-ins for invested assets .....	48,526,814		48,526,814	2,379,166
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	6,341,964,732	20,719	6,341,944,013	5,268,314,126
13. Title plants less \$ ..... charged off (for Title insurers only) .....				
14. Investment income due and accrued .....	65,116,370		65,116,370	57,590,721
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	8,190,835	6,368,150	1,822,685	1,674,270
15.2 Deferred premiums and agents' balances and installments booked but deferred and not yet due (including \$ ..... earned but unbilled premiums) .....	23,539,316		23,539,316	17,594,542
15.3 Accrued retrospective premiums .....				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	5,901,476		5,901,476	7,336,290
16.2 Funds held by or deposited with reinsured companies .....				
16.3 Other amounts receivable under reinsurance contracts .....	2,384,515		2,384,515	9,942,505
17. Amounts receivable relating to uninsured plans .....				
18.1 Current federal and foreign income tax recoverable and interest thereon ....	72,991,518		72,991,518	
18.2 Net deferred tax asset .....	65,217,126	65,217,126		1,776,527
19. Guaranty funds receivable or on deposit .....	581,980		581,980	341,280
20. Electronic data processing equipment and software .....				
21. Furniture and equipment, including health care delivery assets (\$ ..... ) .....				
22. Net adjustment in assets and liabilities due to foreign exchange rates .....				
23. Receivables from parent, subsidiaries and affiliates .....	9,449,158		9,449,158	187,087,233
24. Health care (\$ ..... ) and other amounts receivable .....				
25. Aggregate write-ins for other than invested assets .....	25,684,034	9,257,376	16,426,658	14,082,730
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	6,621,021,060	80,863,371	6,540,157,689	5,565,740,224
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	1,356,577,311		1,356,577,311	1,335,819,934
28. Total (Lines 26 and 27) .....	7,977,598,371	80,863,371	7,896,735,000	6,901,560,158
<b>DETAILS OF WRITE-INS</b>				
1101. Other invested assets receivable .....	1,207,250		1,207,250	461,000
1102. Derivative collateral and receivables .....	47,319,564		47,319,564	1,918,166
1103. ....				
1198. Summary of remaining write-ins for Line 11 from overflow page .....				
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above) .....	48,526,814		48,526,814	2,379,166
2501. Accrued Fees and Other Assets .....	16,477,692	51,034	16,426,658	14,082,730
2502. Deferred Software Costs .....	9,206,342	9,206,342		
2503. ....				
2598. Summary of remaining write-ins for Line 25 from overflow page .....				
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....	25,684,034	9,257,376	16,426,658	14,082,730

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts \$ .....4,992,680,075 (Exh. 5, Line 9999999) less \$ ..... included in Line 6.3 (including \$ .....2,545,463,666 Modco Reserve) .....	4,992,680,075	4,334,191,768
2. Aggregate reserve for accident and health contracts (including \$ ..... Modco Reserve) .....	1,265	
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$ ..... Modco Reserve) .....	17,490,896	18,113,272
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11) .....	17,228,747	18,954,943
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11) .....		
5. Policyholders' dividends \$ ..... and coupons \$ ..... due and unpaid (Exhibit 4, Line 10) .....		
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$ ..... Modco) .....	1,026,374	1,027,285
6.2 Dividends not yet apportioned (including \$ ..... Modco) .....		
6.3 Coupons and similar benefits (including \$ ..... Modco) .....		
7. Amount provisionally held for deferred dividend policies not included in Line 6 .....		
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ ..... discount; including \$ ..... accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of lines 4 and 14) .....	1,569,759	1,293,665
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts .....		
9.2 Provision for experience rating refunds, including the liability of \$ ..... accident and health experience rating refunds of which \$ ..... is for medical loss ratio rebate per the Public Health Service Act .....		
9.3 Other amounts payable on reinsurance, including \$ .....1,062 assumed and \$ .....15,463,513 ceded .....	15,464,575	13,994,745
9.4 Interest maintenance reserve (IMR, Line 6) .....	3,052,031	8,647,948
10. Commissions to agents due or accrued-life and annuity contracts \$ .....3,985,023 accident and health \$ ..... and deposit-type contract funds \$ ..... .....	3,985,023	4,043,363
11. Commissions and expense allowances payable on reinsurance assumed .....		
12. General expenses due or accrued (Exhibit 2, Line 12, Col. 6) .....	2,060,000	1,914,835
13. Transfers to Separate Accounts due or accrued (net) (including \$ .....(106,364,429) accrued for expense allowances recognized in reserves, net of reinsured allowances) .....	(103,560,766)	(86,705,489)
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5) .....	2,625,983	1,766,627
15.1 Current federal and foreign income taxes, including \$ ..... on realized capital gains (losses) .....	201,291	1,500,902
15.2 Net deferred tax liability .....		
16. Unearned investment income .....	57,675	28,276
17. Amounts withheld or retained by company as agent or trustee .....	1,342,434	638,261
18. Amounts held for agents' account, including \$ .....51,046 agents' credit balances .....	51,046	51,007
19. Remittances and items not allocated .....	9,695,669	9,403,918
20. Net adjustment in assets and liabilities due to foreign exchange rates .....		
21. Liability for benefits for employees and agents if not included above .....		
22. Borrowed money \$ ..... and interest thereon \$ ..... .....		
23. Dividends to stockholders declared and unpaid .....		
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve (AVR, Line 16, Col. 7) .....	52,861,420	46,012,057
24.02 Reinsurance in unauthorized and certified (\$ ..... ) companies .....		
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$ ..... ) reinsurers .....	707,633,080	622,174,626
24.04 Payable to parent, subsidiaries and affiliates .....	10,874,540	15,865,346
24.05 Drafts outstanding .....		
24.06 Liability for amounts held under uninsured plans .....		
24.07 Funds held under coinsurance .....		
24.08 Derivatives .....		
24.09 Payable for securities .....	62,832,308	211,501
24.10 Payable for securities lending .....	48,451,942	17,171,810
24.11 Capital notes \$ ..... and interest thereon \$ ..... .....		
25. Aggregate write-ins for liabilities .....	1,909,751	1,373,113
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25) .....	5,849,535,118	5,031,673,779
27. From Separate Accounts Statement .....	1,356,577,311	1,335,819,934
28. Total liabilities (Lines 26 and 27) .....	7,206,112,429	6,367,493,713
29. Common capital stock .....	2,640,000	2,640,000
30. Preferred capital stock .....		
31. Aggregate write-ins for other than special surplus funds .....		
32. Surplus notes .....		
33. Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1) .....	1,055,624,500	765,624,500
34. Aggregate write-ins for special surplus funds .....		
35. Unassigned funds (surplus) .....	(367,641,929)	(234,198,055)
36. Less treasury stock, at cost:		
36.1 ..... shares common (value included in Line 29 \$ ..... ) .....		
36.2 ..... shares preferred (value included in Line 30 \$ ..... ) .....		
37. Surplus (Total Lines 31+32+33+34+35-36) (including \$ ..... in Separate Accounts Statement) .....	687,982,571	531,426,445
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55) .....	690,622,571	534,066,445
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3) .....	7,896,735,000	6,901,560,158
<b>DETAILS OF WRITE-INS</b>		
2501. Reserve for escheat funds .....	1,909,751	1,350,391
2502. Reserve for litigation .....		22,500
2503. Derivative liability accrued interest .....		222
2598. Summary of remaining write-ins for Line 25 from overflow page .....		
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....	1,909,751	1,373,113
3101. ....		
3102. ....		
3103. ....		
3198. Summary of remaining write-ins for Line 31 from overflow page .....		
3199. Totals (Lines 3101 thru 3103 plus 3198)(Line 31 above) .....		
3401. ....		
3402. ....		
3403. ....		
3498. Summary of remaining write-ins for Line 34 from overflow page .....		
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) .....		

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

SUMMARY OF OPERATIONS

	1 Current Year	2 Prior Year
1. Premiums and annuity considerations for life and accident and health contracts (Exhibit 1, Part 1, Line 20.4, Col. 1, less Col. 11) .....	1,086,747,975	84,303,661
2. Considerations for supplementary contracts with life contingencies .....	1,298,189	1,870,453
3. Net investment income (Exhibit of Net Investment Income, Line 17) .....	253,992,259	238,981,207
4. Amortization of Interest Maintenance Reserve (IMR, Line 5) .....	727,935	1,141,541
5. Separate Accounts net gain from operations excluding unrealized gains or losses .....		
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1) .....	40,828,313	112,287,087
7. Reserve adjustments on reinsurance ceded .....	(366,705,599)	(180,663,763)
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts .....	61,063,216	54,008,513
8.2 Charges and fees for deposit-type contracts .....		
8.3 Aggregate write-ins for miscellaneous income .....	39,879,820	30,739,408
9. Total (Lines 1 to 8.3) .....	1,117,832,107	342,668,107
10. Death benefits .....	41,640,122	38,671,635
11. Matured endowments (excluding guaranteed annual pure endowments) .....	19,123	59,924
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8) .....	22,999,677	23,293,330
13. Disability benefits and benefits under accident and health contracts .....	123,573	86,719
14. Coupons, guaranteed annual pure endowments and similar benefits .....		
15. Surrender benefits and withdrawals for life contracts .....	149,138,996	158,538,490
16. Group conversions .....		
17. Interest and adjustments on contract or deposit-type contract funds .....	1,677,739	2,041,629
18. Payments on supplementary contracts with life contingencies .....	1,513,032	1,696,392
19. Increase in aggregate reserves for life and accident and health contracts .....	655,148,371	(92,276,910)
20. Totals (Lines 10 to 19) .....	872,260,633	132,111,209
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1) .....	223,520,293	162,495,415
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1) .....	13,661	15,680
23. General insurance expenses (Exhibit 2, Line 10, Cols. 1, 2, 3 and 4) .....	162,478,399	133,892,911
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3) .....	22,903,164	18,324,365
25. Increase in loading on deferred and uncollected premiums .....	926,224	1,096,333
26. Net transfers to or (from) Separate Accounts net of reinsurance .....	(4,025,972)	(36,323,215)
27. Aggregate write-ins for deductions .....	35,979,366	23,481,702
28. Totals (Lines 20 to 27) .....	1,314,055,768	435,094,400
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28) .....	(196,223,661)	(92,426,293)
30. Dividends to policyholders .....	810,037	888,705
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30) .....	(197,033,698)	(93,314,998)
32. Federal and foreign income taxes incurred (excluding tax on capital gains) .....	(72,623,403)	13,013,266
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32) .....	(124,410,295)	(106,328,264)
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$ .....3,600,307 (excluding taxes of \$ .....418,101 transferred to the IMR) .....	1,979,448	2,985,335
35. Net income (Line 33 plus Line 34) .....	(122,430,847)	(103,342,929)
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2) .....	534,066,445	310,995,146
37. Net income (Line 35) .....	(122,430,847)	(103,342,929)
38. Change in net unrealized capital gains (losses) less capital gains tax of \$ .....3,635,559 .....	5,768,251	74,001,161
39. Change in net unrealized foreign exchange capital gain (loss) .....	983,500	
40. Change in net deferred income tax .....	5,938,222	(59,906,132)
41. Change in nonadmitted assets .....	(11,495,269)	53,507,390
42. Change in liability for reinsurance in unauthorized and certified companies .....		
43. Change in reserve on account of change in valuation basis, (increase) or decrease .....		
44. Change in asset valuation reserve .....	(6,849,363)	(19,280,635)
45. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Col. 2 minus Col. 1) .....		
46. Surplus (contributed to) withdrawn from Separate Accounts during period .....		
47. Other changes in surplus in Separate Accounts Statement .....		
48. Change in surplus notes .....		
49. Cumulative effect of changes in accounting principles .....	5,644,456	
50. Capital changes:		
50.1 Paid in .....		
50.2 Transferred from surplus (Stock Dividend) .....		
50.3 Transferred to surplus .....		
51. Surplus adjustment:		
51.1 Paid in .....	290,000,000	150,000,000
51.2 Transferred to capital (Stock Dividend) .....		
51.3 Transferred from capital .....		
51.4 Change in surplus as a result of reinsurance .....		
52. Dividends to stockholders .....		
53. Aggregate write-ins for gains and losses in surplus .....	(11,002,824)	128,092,444
54. Net change in capital and surplus for the year (Lines 37 through 53) .....	156,556,126	223,071,299
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38) .....	690,622,571	534,066,445
DETAILS OF WRITE-INS		
08.301. Miscellaneous income .....	39,879,820	30,739,408
08.302. ....		
08.303. ....		
08.398. Summary of remaining write-ins for Line 8.3 from overflow page .....		
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398)(Line 8.3 above) .....	39,879,820	30,739,408
2701. Net investment earnings on funds withheld by ceding company .....	35,979,366	23,481,702
2702. ....		
2703. ....		
2798. Summary of remaining write-ins for Line 27 from overflow page .....		
2799. Totals (Lines 2701 thru 2703 plus 2798)(Line 27 above) .....	35,979,366	23,481,702
5301. Adjustment to initial reinsurance, commission and expense allowance .....	(11,002,824)	128,092,444
5302. ....		
5303. ....		
5398. Summary of remaining write-ins for Line 53 from overflow page .....		
5399. Totals (Lines 5301 thru 5303 plus 5398)(Line 53 above) .....	(11,002,824)	128,092,444

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance .....	1,080,176,945	85,675,893
2. Net investment income .....	253,884,517	246,678,545
3. Miscellaneous income .....	141,766,289	198,671,554
4. Total (Lines 1 through 3) .....	1,475,827,750	531,025,992
5. Benefit and loss related payments .....	579,298,212	411,168,124
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	12,829,305	(19,922,735)
7. Commissions, expenses paid and aggregate write-ins for deductions .....	436,626,352	317,674,622
8. Dividends paid to policyholders .....	810,948	898,955
9. Federal and foreign income taxes paid (recovered) net of \$ ..... tax on capital gains (losses) .....	5,686,134	(15,931,862)
10. Total (Lines 5 through 9) .....	1,035,250,951	693,887,104
11. Net cash from operations (Line 4 minus Line 10) .....	440,576,799	(162,861,112)
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds .....	612,268,759	631,921,569
12.2 Stocks .....		194,885
12.3 Mortgage loans .....	77,047,265	150,867,505
12.4 Real estate .....		
12.5 Other invested assets .....		4,000,000
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....		
12.7 Miscellaneous proceeds .....	75,771,354	6,279,510
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	765,087,378	793,263,469
13. Cost of investments acquired (long-term only):		
13.1 Bonds .....	1,306,994,187	954,608,521
13.2 Stocks .....		26,761
13.3 Mortgage loans .....	235,745,000	163,095,000
13.4 Real estate .....		
13.5 Other invested assets .....		
13.6 Miscellaneous applications .....	95,402,010	14,846,373
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	1,638,141,197	1,132,576,655
14. Net increase (decrease) in contract loans and premium notes .....	5,345,240	6,740,290
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14) .....	(878,399,059)	(346,053,476)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes .....		
16.2 Capital and paid in surplus, less treasury stock .....	290,000,000	150,000,000
16.3 Borrowed funds .....		
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....	(622,376)	786,043
16.5 Dividends to stockholders .....		
16.6 Other cash provided (applied) .....	271,284,669	331,735,627
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) .....	560,662,293	482,521,670
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....	122,840,033	(26,392,918)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year .....	1,581,716	27,974,634
19.2 End of year (Line 18 plus Line 19.1) .....	124,421,749	1,581,716

Note: Supplemental disclosures of cash flow information for non-cash transactions:

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ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

ANALYSIS OF OPERATIONS BY LINES OF BUSINESS

	1	2	Ordinary			6	Group		Accident and Health			12
			3	4	5		7	8	9	10	11	
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance (a)	Annuities	Group	Credit (Group and Individual)	Other	Aggregate of All Other Lines of Business
1. Premiums and annuity considerations for life and accident and health contracts .....	1,086,747,975		725,131,149	359,627,728				1,849,864	50		139,184	
2. Considerations for supplementary contracts with life contingencies .....	1,298,189				1,298,189							
3. Net investment income .....	253,992,260		115,088,313	119,709,180	632,624		(2,534)	(1,387)				18,566,064
4. Amortization of Interest Maintenance Reserve (IMR) .....	727,935		352,308	78,799	17,619							279,209
5. Separate Accounts net gain from operations excluding unrealized gains or losses .....												
6. Commissions and expense allowances on reinsurance ceded .....	40,828,313		27,210,438	13,616,802				1,073				
7. Reserve adjustments on reinsurance ceded .....	(366,705,599)		2,330,405	(368,570,528)				(465,476)				
8. Miscellaneous Income:												
8.1 Fees associated with income from investment management, administration and contract guarantees from Separate Accounts .....	61,063,216		52,299,509	6,796,353				1,967,354				
8.2 Charges and fees for deposit-type contracts .....												
8.3 Aggregate write-ins for miscellaneous income .....	39,879,818		37,219,284	2,625,988				32,942				1,604
9. Totals (Lines 1 to 8.3) .....	1,117,832,107		959,631,406	133,884,322	1,948,432		(2,534)	3,384,370	50		139,184	18,846,877
10. Death benefits .....	41,640,122		41,640,122									
11. Matured endowments (excluding guaranteed annual pure endowments) .....	19,123		19,123									
12. Annuity benefits .....	22,999,677			17,836,433				5,163,244				
13. Disability benefits and benefits under accident and health contracts .....	123,573		120,873								2,700	
14. Coupons, guaranteed annual pure endowments and similar benefits .....												
15. Surrender benefits and withdrawals for life contracts .....	149,138,996		47,101,193	80,353,625				21,684,178				
16. Group conversions .....												
17. Interest and adjustments on contract or deposit-type contract funds .....	1,677,739		974,184	23,337	680,218							
18. Payments on supplementary contracts with life contingencies .....	1,513,032				1,513,032							
19. Increase in aggregate reserves for life and accident and health contracts .....	655,148,371		606,664,127	51,125,992	(573,664)			(2,068,084)				
20. Totals (Lines 10 to 19) .....	872,260,633		696,519,622	149,339,387	1,619,586			24,779,338			2,700	
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only) .....	223,520,293		188,476,505	34,990,187				53,573	9		19	
22. Commissions and expense allowances on reinsurance assumed .....	13,661			13,661								
23. General insurance expenses .....	162,478,400		155,547,867	6,886,330			1,671	42,532				
24. Insurance taxes, licenses and fees, excluding federal income taxes .....	22,903,164		21,440,486	1,459,331				3,343	3		1	
25. Increase in loading on deferred and uncollected premiums .....	926,224		926,224									
26. Net transfers to or (from) Separate Accounts net of reinsurance .....	(4,025,972)		95,762,356	(76,960,238)				(22,828,090)				
27. Aggregate write-ins for deductions .....	35,979,366		35,979,366									
28. Totals (Lines 20 to 27) .....	1,314,055,769		1,194,652,426	115,728,658	1,619,586		1,671	2,050,696	12		2,720	
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28) .....	(196,223,662)		(235,021,020)	18,155,664	328,846		(4,205)	1,333,674	38		136,464	18,846,877
30. Dividends to policyholders .....	810,037		810,037									
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30) .....	(197,033,699)		(235,831,057)	18,155,664	328,846		(4,205)	1,333,674	38		136,464	18,846,877
32. Federal income taxes incurred (excluding tax on capital gains) .....	(72,623,403)		(85,999,200)	5,934,941	91,693		(1,413)	454,803	11		(632)	6,896,394
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32) .....	(124,410,296)		(149,831,857)	12,220,723	237,153		(2,792)	878,871	27		137,096	11,950,483
DETAILS OF WRITE-INS												
08.301. Miscellaneous Income .....	39,879,818		37,219,284	2,625,988				32,942				1,604
08.302. ....												
08.303. ....												
08.398. Summary of remaining write-ins for Line 8.3 from overflow page .....												
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above) .....	39,879,818		37,219,284	2,625,988				32,942				1,604
2701. Net investment earnings on funds withheld .....	35,979,366		35,979,366									
2702. ....												
2703. ....												
2798. Summary of remaining write-ins for Line 27 from overflow page .....												
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above) .....	35,979,366		35,979,366									

(a) Includes the following amounts for FEGLI/SGLI: Line 1 , Line 10 , Line 16 , Line 23 , Line 24

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE  NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

**ANALYSIS OF INCREASE IN RESERVES DURING THE YEAR**

	1	2	Ordinary			6	Group	
			3	4	5		7	8
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance	Annuities
Involving Life or Disability Contingencies (Reserves)								
(Net of Reinsurance Ceded)								
1. Reserve December 31, prior year .....	4,334,191,769		1,408,888,694	2,898,006,108	8,245,027			19,051,940
2. Tabular net premiums or considerations .....	982,450,697		626,290,780	354,700,264	1,298,189			161,464
3. Present value of disability claims incurred .....	6,594		6,594		XXX			
4. Tabular interest .....	133,135,019		66,135,657	66,492,343				507,019
5. Tabular less actual reserve released .....	(528,821)		9,492	(383,749)	(154,564)			
6. Increase in reserve on account of change in valuation basis .....								
7. Other increases (net) .....	(193,714,611)		160,871,682	(353,886,554)				(699,739)
8. Totals (Lines 1 to 7) .....	5,255,540,647		2,262,202,899	2,964,928,412	9,388,652			19,020,684
9. Tabular cost .....	191,068,969		191,068,969		XXX			
10. Reserves released by death .....	11,643,041		11,643,041	XXX	XXX			XXX
11. Reserves released by other terminations (net) .....	57,361,422		34,515,261	19,916,268				2,929,893
12. Annuity, supplementary contract and disability payments involving life contingencies .....	5,187,392		79,095	3,591,591	1,513,032			3,674
13. Net transfers to or (from) Separate Accounts .....	(2,400,252)		6,716,144	(8,243,173)				(873,223)
14. Total Deductions (Lines 9 to 13) .....	262,860,572		244,022,510	15,264,686	1,513,032			2,060,344
15. Reserve December 31, current year	4,992,680,075		2,018,180,389	2,949,663,726	7,875,620			16,960,340

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

EXHIBIT OF NET INVESTMENT INCOME

		1	2
		Collected During Year	Earned During Year
1.	U.S. Government bonds .....	(a) .....622,119	.....617,673
1.1	Bonds exempt from U.S. tax .....	(a) .....	
1.2	Other bonds (unaffiliated) .....	(a) .....223,760,945	.....231,124,832
1.3	Bonds of affiliates .....	(a) .....	
2.1	Preferred stocks (unaffiliated) .....	(b) .....	
2.11	Preferred stocks of affiliates .....	(b) .....	
2.2	Common stocks (unaffiliated) .....		
2.21	Common stocks of affiliates .....		
3.	Mortgage loans .....	(c) .....27,469,992	.....27,708,984
4.	Real estate .....	(d) .....	
5	Contract loans .....	.....1,952,686	.....1,978,231
6	Cash, cash equivalents and short-term investments .....	(e) .....516,406	.....516,406
7	Derivative instruments .....	(f) .....111,943	.....69,071
8.	Other invested assets .....		
9.	Aggregate write-ins for investment income .....	.....16,446	.....16,446
10.	Total gross investment income .....	254,450,537	262,031,643
11.	Investment expenses .....		(g) .....8,039,384
12.	Investment taxes, licenses and fees, excluding federal income taxes .....		(g) .....
13.	Interest expense .....		(h) .....
14.	Depreciation on real estate and other invested assets .....		(i) .....
15.	Aggregate write-ins for deductions from investment income .....		
16.	Total deductions (Lines 11 through 15) .....		.....8,039,384
17.	Net investment income (Line 10 minus Line 16)		253,992,259
DETAILS OF WRITE-INS			
0901.	Misc. Income .....	.....(39,309)	.....(39,309)
0902.	Securities Lending .....	.....55,755	.....55,755
0903.	.....		
0998.	Summary of remaining write-ins for Line 9 from overflow page .....		
0999.	Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)	.....16,446	.....16,446
1501.	.....		
1502.	.....		
1503.	.....		
1598.	Summary of remaining write-ins for Line 15 from overflow page .....		
1599.	Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above)		

- (a) Includes \$ .....12,393,971 accrual of discount less \$ .....20,028,325 amortization of premium and less \$ .....6,608,670 paid for accrued interest on purchases.
- (b) Includes \$ ..... accrual of discount less \$ ..... amortization of premium and less \$ ..... paid for accrued dividends on purchases.
- (c) Includes \$ .....245,846 accrual of discount less \$ ..... amortization of premium and less \$ ..... paid for accrued interest on purchases.
- (d) Includes \$ ..... for company's occupancy of its own buildings; and excludes \$ ..... interest on encumbrances.
- (e) Includes \$ ..... accrual of discount less \$ ..... amortization of premium and less \$ ..... paid for accrued interest on purchases.
- (f) Includes \$ ..... accrual of discount less \$ ..... amortization of premium.
- (g) Includes \$ ..... investment expenses and \$ ..... investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ ..... interest on surplus notes and \$ ..... interest on capital notes.
- (i) Includes \$ ..... depreciation on real estate and \$ ..... depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1	2	3	4	5
		Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. Government bonds .....					
1.1	Bonds exempt from U.S. tax .....					
1.2	Other bonds (unaffiliated) .....	.....911,254		.....911,254	.....453,143	
1.3	Bonds of affiliates .....					
2.1	Preferred stocks (unaffiliated) .....					
2.11	Preferred stocks of affiliates .....					
2.2	Common stocks (unaffiliated) .....					
2.21	Common stocks of affiliates .....					
3.	Mortgage loans .....	.....165,220		.....165,220	.....(64,717)	
4.	Real estate .....					
5.	Contract loans .....					
6.	Cash, cash equivalents and short-term investments .....					
7.	Derivative instruments .....	.....7,476,127		.....7,476,127	.....6,469,191	.....983,500
8.	Other invested assets .....				.....2,546,193	
9.	Aggregate write-ins for capital gains (losses) .....		.....(1,778,265)	.....(1,778,265)		
10.	Total capital gains (losses)	.....8,552,601	.....(1,778,265)	.....6,774,336	.....9,403,810	.....983,500
DETAILS OF WRITE-INS						
0901.	FX on Currency .....		.....(1,778,265)	.....(1,778,265)		
0902.	.....					
0903.	.....					
0998.	Summary of remaining write-ins for Line 9 from overflow page .....					
0999.	Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)		.....(1,778,265)	.....(1,778,265)		



ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

EXHIBIT - 1 PART 1 - PREMIUMS AND ANNUITY CONSIDERATIONS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

	1	2	Ordinary		5	Group		Accident and Health			11
			3	4		6	7	8	9	10	
	Total	Industrial Life	Life Insurance	Individual Annuities	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other	Aggregate of All Other Lines of Business
FIRST YEAR (other than single)											
1. Uncollected .....	131, 106		131, 106								
2. Deferred and accrued .....	10, 219, 385		10, 219, 385								
3. Deferred , accrued and uncollected:											
3.1 Direct .....	10, 350, 491		10, 350, 491								
3.2 Reinsurance assumed .....											
3.3 Reinsurance ceded .....											
3.4 Net (Line 1 + Line 2) .....	10, 350, 491		10, 350, 491								
4. Advance .....											
5. Line 3.4 - Line 4 .....	10, 350, 491		10, 350, 491								
6. Collected during year:											
6.1 Direct .....	455, 797, 705		455, 797, 705								
6.2 Reinsurance assumed .....											
6.3 Reinsurance ceded .....	4, 523, 351		4, 523, 351								
6.4 Net .....	451, 274, 354		451, 274, 354								
7. Line 5 + Line 6.4 .....	461, 624, 845		461, 624, 845								
8. Prior year (uncollected + deferred and accrued - advance) ..	11, 125, 117		11, 125, 117								
9. First year premiums and considerations:											
9.1 Direct .....	455, 023, 079		455, 023, 079								
9.2 Reinsurance assumed .....											
9.3 Reinsurance ceded .....	4, 523, 351		4, 523, 351								
9.4 Net (Line 7 - Line 8) .....	450, 499, 728		450, 499, 728								
SINGLE											
10. Single premiums and considerations:											
10.1 Direct .....	57, 951, 958		54, 222, 827	3, 729, 131							
10.2 Reinsurance assumed .....				10, 690							
10.3 Reinsurance ceded .....	10, 690										
10.4 Net .....	57, 941, 268		54, 222, 827	3, 718, 441							
RENEWAL											
11. Uncollected .....	2, 081, 240		2, 081, 240								
12. Deferred and accrued .....	29, 203, 596		29, 203, 596								
13. Deferred, accrued and uncollected:											
13.1 Direct .....	52, 444, 393		52, 444, 393								
13.2 Reinsurance assumed .....											
13.3 Reinsurance ceded .....	21, 159, 556		21, 159, 556								
13.4 Net (Line 11 + Line 12) .....	31, 284, 837		31, 284, 837								
14. Advance .....	1, 569, 759		1, 569, 759								
15. Line 13.4 - Line 14 .....	29, 715, 078		29, 715, 078								
16. Collected during year:											
16.1 Direct .....	848, 453, 053		398, 342, 897	448, 118, 858			1, 852, 064	50		139, 184	
16.2 Reinsurance assumed .....	17, 211		17, 211								
16.3 Reinsurance ceded .....	277, 681, 223		185, 469, 452	92, 209, 571			2, 200				
16.4 Net .....	570, 789, 041		212, 890, 656	355, 909, 287			1, 849, 864	50		139, 184	
17. Line 15 + Line 16.4 .....	600, 504, 119		242, 605, 734	355, 909, 287			1, 849, 864	50		139, 184	
18. Prior year (uncollected + deferred and accrued - advance) ..	22, 197, 140		22, 197, 140								
19. Renewal premiums and considerations:											
19.1 Direct .....	854, 498, 570		404, 388, 414	448, 118, 858			1, 852, 064	50		139, 184	
19.2 Reinsurance assumed .....	17, 211		17, 211								
19.3 Reinsurance ceded .....	276, 208, 802		183, 997, 031	92, 209, 571			2, 200				
19.4 Net (Line 17 - Line 18) .....	578, 306, 979		220, 408, 594	355, 909, 287			1, 849, 864	50		139, 184	
TOTAL											
20. Total premiums and annuity considerations:											
20.1 Direct .....	1, 367, 473, 607		913, 634, 320	451, 847, 989			1, 852, 064	50		139, 184	
20.2 Reinsurance assumed .....	17, 211		17, 211								
20.3 Reinsurance ceded .....	280, 742, 843		188, 520, 382	92, 220, 261			2, 200				
20.4 Net (Lines 9.4 + 10.4 + 19.4) .....	1, 086, 747, 975		725, 131, 149	359, 627, 728			1, 849, 864	50		139, 184	

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE  NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

EXHIBIT - 1 PART 2 - DIVIDENDS AND COUPONS APPLIED, REINSURANCE COMMISSIONS  
AND EXPENSE ALLOWANCES AND COMMISSIONS INCURRED (Direct Business Only)

	1	2	Ordinary		5	Group		Accident and Health			11
			3	4		6	7	8	9	10	
	Total	Industrial Life	Life Insurance	Individual Annuities	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other	Aggregate of All Other Lines of Business
<b>DIVIDENDS AND COUPONS APPLIED (included in Part 1)</b>											
21. To pay renewal premiums .....	156,093		156,093								
22. All other .....	561,901		561,901								
<b>REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED</b>											
23. First year (other than single):											
23.1 Reinsurance ceded .....	15,982,098			15,982,098							
23.2 Reinsurance assumed .....											
23.3 Net ceded less assumed .....	15,982,098			15,982,098							
24. Single:											
24.1 Reinsurance ceded .....											
24.2 Reinsurance assumed .....	13,661			13,661							
24.3 Net ceded less assumed .....	(13,661)			(13,661)							
25. Renewal:											
25.1 Reinsurance ceded .....	24,846,215		27,210,438	(2,365,296)			1,073				
25.2 Reinsurance assumed .....											
25.3 Net ceded less assumed .....	24,846,215		27,210,438	(2,365,296)			1,073				
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6) .....	40,828,313		27,210,438	13,616,802			1,073				
26.2 Reinsurance assumed (Page 6, Line 22) .....	13,661			13,661							
26.3 Net ceded less assumed .....	40,814,652		27,210,438	13,603,141			1,073				
<b>COMMISSIONS INCURRED (direct business only)</b>											
27. First year (other than single) .....	174,183,672		171,948,932	2,234,740							
28. Single .....	10,031,868		7,176,763	2,855,105							
29. Renewal .....	39,304,753		9,350,810	29,900,342			53,573	9		19	
30. Deposit-type contract funds .....											
31. Totals (to agree with Page 6, Line 21)	223,520,293		188,476,505	34,990,187			53,573	9		19	

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE  NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

**EXHIBIT 2 - GENERAL EXPENSES**

	Insurance				5	6
	1	Accident and Health		4		
		2	3			
	Life	Cost Containment	All Other	All Other Lines of Business	Investment	Total
1. Rent .....	4,357,045				5,355	4,362,400
2. Salaries and wages .....	69,328,776				563,296	69,892,072
3.11 Contributions for benefit plans for employees .....	8,607,369				129,056	8,736,425
3.12 Contributions for benefit plans for agents .....						
3.21 Payments to employees under non-funded benefit plans .....						
3.22 Payments to agents under non-funded benefit plans .....						
3.31 Other employee welfare .....	159,986				5,179	165,164
3.32 Other agent welfare .....						
4.1 Legal fees and expenses .....	1,870,289				294	1,870,583
4.2 Medical examination fees .....	1,441,530					1,441,530
4.3 Inspection report fees .....	9,638,408				1,059	9,639,467
4.4 Fees of public accountants and consulting actuaries .....	14,489,293				7,601	14,496,894
4.5 Expense of investigation and settlement of policy claims .....						
5.1 Traveling expenses .....	8,136,309				13,931	8,150,239
5.2 Advertising .....	11,268,494				55	11,268,549
5.3 Postage, express, telegraph and telephone .....	2,045,341				18,572	2,063,913
5.4 Printing and stationery .....	5,361,499				482	5,361,981
5.5 Cost or depreciation of furniture and equipment .....	145,131				744	145,874
5.6 Rental of equipment .....	586					586
5.7 Cost or depreciation of EDP equipment and software .....	(3,991,528)				3,146	(3,988,383)
6.1 Books and periodicals .....	678,553				6,471	685,024
6.2 Bureau and association fees .....	463,626				8,713	472,339
6.3 Insurance, except on real estate .....						
6.4 Miscellaneous losses .....	(201,514)					(201,514)
6.5 Collection and bank service charges .....	80,716					80,716
6.6 Sundry general expenses .....	27,557,670				6,988,503	34,546,173
6.7 Group service and administration fees .....	281,333				(13,999)	267,334
6.8 Reimbursements by uninsured plans .....						
7.1 Agency expense allowance .....	712,216					712,216
7.2 Agents' balances charged off (less \$ recovered) .....						
7.3 Agency conferences other than local meetings .....						
9.1 Real estate expenses .....	1,700					1,700
9.2 Investment expenses not included elsewhere .....	45,572				300,927	346,498
9.3 Aggregate write-ins for expenses .....						
10. General expenses incurred .....	162,478,399				8,039,384	(a) .....170,517,784
11. General expenses unpaid December 31, prior year .....	1,914,835					1,914,835
12. General expenses unpaid December 31, current year .....	2,060,000					2,060,000
13. Amounts receivable relating to uninsured plans, prior year .....						
14. Amounts receivable relating to uninsured plans, current year .....						
15. General expenses paid during year (Lines 10+11-12-13+14) .....	162,333,234				8,039,384	170,372,619
DETAILS OF WRITE-INS						
09.301. ....						
09.302. ....						
09.303. ....						
09.398. Summary of remaining write-ins for Line 9.3 from overflow page .....						
09.399. Totals (Lines 09.301 thru 09.303 plus 09.398) (Line 9.3 above) .....						

(a) Includes management fees of \$ ..... to affiliates and \$ ..... to non-affiliates.

**EXHIBIT 3 - TAXES, LICENSES AND FEES (EXCLUDING FEDERAL INCOME TAXES)**

		Insurance			4	5
		1	2	3		
		Life	Accident and Health	All Other Lines of Business	Investment	Total
1.	Real estate taxes .....					
2.	State insurance department licenses and fees .....	1,654,899				1,654,899
3.	State taxes on premiums .....	17,200,923	4			17,200,927
4.	Other state taxes, including \$ ..... for employee benefits .....	513,287				513,287
5.	U.S. Social Security taxes .....	2,760,621				2,760,621
6.	All other taxes .....	773,430				773,430
7.	Taxes, licenses and fees incurred .....	22,903,160	4			22,903,164
8.	Taxes, licenses and fees unpaid December 31, prior year .....	1,766,627				1,766,627
9.	Taxes, licenses and fees unpaid December 31, current year.....	2,625,983				2,625,983
10.	Taxes, licenses and fees paid during year (Lines 7 + 8 - 9) .....	22,043,804	4			22,043,808

**EXHIBIT 4 - DIVIDENDS OR REFUNDS**

	1	2
	Life	Accident and Health
1.  Applied to pay renewal premiums .....	156,093	
2.  Applied to shorten the endowment or premium-paying period .....		
3.  Applied to provide paid-up additions .....	561,901	
4.  Applied to provide paid-up annuities .....		
5.  Total Lines 1 through 4 .....	717,994	
6.  Paid in cash .....	68,522	
7.  Left on deposit .....	24,433	
8.  Aggregate write-ins for dividend or refund options .....		
9.  Total Lines 5 through 8 .....	810,949	
10. Amount due and unpaid .....		
11. Provision for dividends or refunds payable in the following calendar year .....	1,026,374	
12. Terminal dividends .....		
13. Provision for deferred dividend contracts .....		
14. Amount provisionally held for deferred dividend contracts not included in Line 13 .....		
15. Total Lines 10 through 14 .....	1,026,374	
16. Total from prior year .....	1,027,285	
17. Total dividends or refunds (Lines 9 + 15 - 16) .....	810,038	
<b>DETAILS OF WRITE-INS</b>		
0801. ....		
0802. ....		
0803. ....		
0898. Summary of remaining write-ins for Line 8 from overflow page .....		
0899. Totals (Lines 0801 thru 0803 plus 0898) (Line 8 above) .....		

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1	2	3	4	5	6
Valuation Standard	Total	Industrial	Ordinary	Credit (Group and Individual)	Group
0100001. 1958 CSO 3.00% NET LEVEL 1966 - 1988	32,611		32,611		
0100002. 1958 CSO 2.50% NET LEVEL 1966 - 1988	311,240		311,240		
0100003. 1958 CSO 3.50% NET LEVEL 1966 - 1988	63,162		63,162		
0100004. 1958 CSO 3.50% CRVM 1966 - 1988	59,984		59,984		
0100005. 1958 CSO 3.00% CRVM 1966 - 1988	15,994		15,994		
0100006. 1958 CSO 4.00% CRVM 1966 - 1988	51,121		51,121		
0100007. 1958 CSO 4.50% CRVM 1966 - 1988	3,776		3,776		
0100008. 1958 CSO 4.00% NET LEVEL 1966 - 1988	32,662		32,662		
0100009. 1980 CSO 6.00% 200% NET LEVEL 1989 - 2008	6,533,636		6,533,636		
0100010. 1980 CET 4.00% NET LEVEL 1989 - 2008	179,544		179,544		
0100011. 1980 CET 4.50% NET LEVEL 1989 - 2008	153,022		153,022		
0100012. 1980 CSO 4.50% MOD STD/NS 1989 - 2008	17,918,952		17,918,952		
0100013. 1980 CSO 3.00% CRVM 1989 - 2008	218,104,190		218,104,190		
0100014. 1980 CSO 4.00% & 4.50% CRVM 1989 - 2008	14,427,071		14,427,071		
0100015. 1980 CSO 4.00% CRVM 1989 - 2008	71,142,685		71,142,685		
0100016. 1980 CSO 4.00% MOD 1989 - 2008	1,075,575		1,075,575		
0100017. 1980 CSO 4.50% & 5.00% CRVM 1989 - 2008	11,754,047		11,754,047		
0100018. 1980 CSO 4.50% CRVM 1989 - 2008	382,511,165		382,511,165		
0100019. 1980 CSO 4.50% CRVM STD/NS 1989 - 2008	161,051		161,051		
0100020. 1980 CSO 4.50% MOD 1989 - 2008	1,305,680		1,279,607		26,073
0100021. 1980 CSO 5.00% CRVM 1989 - 2008	7,883		7,883		
0100022. 1980 CSO 5.00% MOD 1989 - 2008	3,879,313		3,879,313		
0100023. 1980 CSO 5.00% NET LEVEL 1989 - 2008	80,933		80,933		
0100024. 1980 CSO 5.50% 200% NET LEVEL 1989 - 2008	2,987,099		2,987,099		
0100025. 1980 CSO 5.50% CRVM 1989 - 2008	11,598		11,598		
0100026. 1980 CSO 4.00% MOD STD/NS 1989 - 2008	16,042,734		16,042,734		
0100027. 1980 CSO 6.00% CRVM 1989 - 2008	192		192		
0100028. 1958 CET 4.00% NET LEVEL 1966 - 1988	9,170		9,170		
0100029. 2001 CSO 3.50% CRVM NB	701,817,498		701,817,498		
0100030. 2001 CSO 4.00% CRVM NB	1,984,628,162		1,984,628,162		
0100031. 1958 CET 2.50% NET LEVEL 1966 - 1988	4,598		4,598		
0100032. 1958 CET 3.00% NET LEVEL 1966 - 1988	2,731		2,731		
0100033. 1958 CET 3.50% NET LEVEL 1966 - 1988	5,757		5,757		
0199997. Totals (Gross)	3,435,314,836		3,435,288,763		26,073
0199998. Reinsurance ceded	1,578,892,932		1,578,866,859		26,073
0199999. Life Insurance: Totals (Net)	1,856,421,904		1,856,421,904		
0200001. 1983 IAM 7.25% 1995	61,235	XXX	61,235	XXX	
0200002. 1983 IAM 6.5% 94	34,527	XXX	34,527	XXX	
0200003. 1983 IAM 6.75% 96-97	395,257	XXX	395,257	XXX	
0200004. 1983 IAM 7.75% 1992	67,417	XXX	67,417	XXX	
0200005. 1983 IAM 8.00% 1987	20,005	XXX	20,005	XXX	
0200006. 1983 IAM 8.25% 1990-1991	328,178	XXX	328,178	XXX	
0200007. 1983 IAM 8.75% 1988-1989	80,159	XXX	80,159	XXX	
0200008. 1983 IAM 9.25% 1986	23,838	XXX	23,838	XXX	
0200009. 1983 INDIVIDUAL ANNUITY 00 11.00% IMMEDIATE	1,048,518	XXX	1,048,518	XXX	
0200010. A-2000 6.25% 98-99	213,654	XXX	213,654	XXX	
0200011. A-2000 6.50% 02	44,487	XXX	44,487	XXX	
0200012. A-2000 6.75% 01	287,993	XXX	287,993	XXX	
0200013. A-2000 7.00% 00	675,292	XXX	675,292	XXX	
0200014. 1983 IAM 7.00% 1993	50,303	XXX	50,303	XXX	
0200015. DEFERRED ANNUITY -CARVM	3,086,069,040	XXX	3,069,617,271	XXX	16,451,769
0200016. 1951 GAM 3.5% -IMM	3,778	XXX		XXX	3,778
0200017. 1971 IAM 11.25% 1975 - 1982	52,982	XXX	52,982	XXX	
0200018. 1983 INDIVIDUAL ANNUITY 00 6.75% IMMEDIATE	59,118	XXX	59,118	XXX	
0200019. 1983 INDIVIDUAL ANNUITY 00 6.50% IMMEDIATE	2,903	XXX	2,903	XXX	
0200020. 1983 INDIVIDUAL ANNUITY 00 7.25% IMMEDIATE	83,096	XXX	83,096	XXX	
0200021. 1983 INDIVIDUAL ANNUITY 00 7.75% IMMEDIATE	38,879	XXX	38,879	XXX	
0200022. 1983 INDIVIDUAL ANNUITY 00 8.25% IMMEDIATE	3,052	XXX	3,052	XXX	
0200023. 2000 -00 6.75% IMMEDIATE	298,098	XXX	298,098	XXX	
0200024. 2000 -00 6.50% IMMEDIATE	247,271	XXX	247,271	XXX	
0200025. 2000-00 4.50% Immediate	1,887,947	XXX	1,887,947	XXX	
0200026. 2000 -00 5.25% IMMEDIATE	3,153,466	XXX	3,153,466	XXX	
0200027. 2000 -00 5.50% IMMEDIATE	5,042,850	XXX	5,042,850	XXX	
0200028. 2000 -00 6.00% IMMEDIATE	1,209,176	XXX	1,209,176	XXX	
0200029. 2000 -00 6.25% IMMEDIATE	55,971	XXX	55,971	XXX	
0200030. 2000 -00 7.00% IMMEDIATE	230,684	XXX	230,684	XXX	
0200031. 2000 -00 4.00% IMMEDIATE	2,141,720	XXX	2,141,720	XXX	
0200032. 1983 INDIVIDUAL ANNUITY 00 7.00% IMMEDIATE	1,383	XXX	1,383	XXX	
0200033. 2000 -00 5.00% IMMEDIATE	1,218,129	XXX	1,218,129	XXX	
0200034. 2000 -00 4.25% IMMEDIATE	1,425,135	XXX	1,425,135	XXX	
0299997. Totals (Gross)	3,106,555,541	XXX	3,090,099,994	XXX	16,455,547
0299998. Reinsurance ceded	144,028,320	XXX	143,590,683	XXX	437,637
0299999. Annuities: Totals (Net)	2,962,527,221	XXX	2,946,509,311	XXX	16,017,910
0300001. 1983 IAM 7.25% 1995	63,546		63,546		
0300002. 1983 IAM 6.5% 94	25,704		25,704		
0300003. 1983 IAM 6.75% 96-97	216,505		216,505		
0300004. 1983 IAM 7.75% 1992	29,478		29,478		
0300005. 1983 IAM 8.00% 1987	2,833		2,833		
0300006. 1983 IAM 8.25% 1990-1991	34,872		34,872		
0300007. 1983 IAM 8.75% 1988-1989	88,727		88,727		
0300008. A-2000 6.0% 03 09 NB	845,448		845,448		
0300009. A-2000 5.25% 05-06	905,849		905,849		
0300010. A-2000 5.50% 04 07-08	1,511,091		1,511,091		
0300011. A-2000 6.25% 98-99	11,617		11,617		
0300012. A-2000 6.50% 02	225,467		225,467		
0300013. A-2000 6.75% 01	73,419		73,419		
0300014. A-2000 7.00% 00	349,287		349,287		
0300015. 1983 IAM 7.00% 1993	88,656		88,656		
0300016. 2000 -00 5.00% IMMEDIATE	891,600		891,600		
0300017. 2000 -00 4.25% IMMEDIATE	2,511,519		2,511,519		
0399997. Totals (Gross)	7,875,618		7,875,618		
0399998. Reinsurance ceded					

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1	2	3	4	5 Credit (Group and Individual)	6
Valuation Standard	Total	Industrial	Ordinary		Group
0399999. SCWLC: Totals (Net)	7,875,618		7,875,618		
0400001. 1959 ADB & 1980 CSO 4.00% 1989 - 2008 .....	52,394		52,394		
0400002. 1959 ADB & 1980 CSO 4.50% 1989 - 2008 .....	2,142		2,142		
0400003. 1959 ADB & 1958 CSO 4.00% 1966 - 1988 .....	1,691		1,691		
0499997. Totals (Gross)	56,227		56,227		
0499998. Reinsurance ceded					
0499999. Accidental Death Benefits: Totals (Net)	56,227		56,227		
0500001. 1952 INTERCO DIS BEN 5 PER 2 & 1980 CSO 4.50% 1989 - 2008 .....	95,294		95,294		
0500002. 1952 DISABILITY & 1980 CSO 4.00% 1989 - 2008 .....	132,938		132,938		
0500003. 1952 DISABILITY & 1980 CSO 4.50% 1989 - 2008 .....	2,149,455		2,149,455		
0500004. 1952 INTERCO DIS BEN 45 PER 2 & 1958 CSO 3.00% 1966 - 1988 .....	161		161		
0500005. 1952 INTERCO DIS BEN 5 PER 2 1980 CSO 4.50% 82 - NB .....	1,757		1,757		
0500006. 1952 DISABILITY & 1958 CSO 4.00% 1966 - 1988 .....	333,398		333,398		
0500007. 1952 DISABILITY & 2001 CSO 4.00% NB .....	14,064,583		14,064,583		
0500008. 1980 DISABILITY & 1980 CSO 4.50% 1989 - 2008 .....	178,081		178,081		
0599997. Totals (Gross)	16,955,667		16,955,667		
0599998. Reinsurance ceded	3,046,180		3,046,180		
0599999. Disability-Active Lives: Totals (Net)	13,909,487		13,909,487		
0600001. 1952 DISABILITY & 1980 CSO 4.00% 1989 - 2008 .....	67,905		67,905		
0600002. 1952 INTERCO DIS BEN 5 PER 2 3.50% 1960 - 2008 .....	20,628		20,628		
0600003. 1952 DISABILITY & 2001 CSO 4.00% NB .....	197,345		197,345		
0600004. 1980 DISABILITY & 1980 CSO 4.50% 1989 - 2008 .....	8,061		8,061		
0600005. PROVIDENT MUTUAL TABLE 4.50% 1984 - 2008 .....	1,194,726		1,194,726		
0699997. Totals (Gross)	1,488,665		1,488,665		
0699998. Reinsurance ceded	497,161		497,161		
0699999. Disability-Disabled Lives: Totals (Net)	991,504		991,504		
0700001. Reserve for separate account minimum death benefit .....	4,428,209		3,485,778		942,431
0700002. For excess of valuation net premiums over corresponding gross premiums on respective policies computed according to the standard of valuation required by this state .....	264,939,042		264,939,042		
0700003. Contingency Reserves .....	8,215,480		8,215,480		
0700004. New York XS Interest .....	524,997		524,997		
0799997. Totals (Gross)	278,107,728		277,165,297		942,431
0799998. Reinsurance ceded	127,209,614		127,209,614		
0799999. Miscellaneous Reserves: Totals (Net)	150,898,114		149,955,683		942,431
9999999. Totals (Net) - Page 3, Line 1	4,992,680,075		4,975,719,734		16,960,341

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE   NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

EXHIBIT 5 - INTERROGATORIES

1.1

Has the reporting entity ever issued both participating and non-participating contracts?.....

Yes [ X ] No [   ]

1.2

If not, state which kind is issued.

2.1

Does the reporting entity at present issue both participating and non-participating contracts?.....

Yes [   ] No [ X ]

2.2

If not, state which kind is issued.

Non-Participating .....

3.

Does the reporting entity at present issue or have in force contracts that contain non-guaranteed elements?.....

Yes [ X ] No [   ]

If so, attach a statement that contains the determination procedures, answers to the interrogatories and an actuarial opinion as described in the instructions.

4.

Has the reporting entity any assessment or stipulated premium contracts in force?.....

Yes [   ] No [ X ]

If so, state:

4.1

Amount of insurance? .....

\$ .....

4.2

Amount of reserve? .....

\$ .....

4.3

Basis of reserve:

4.4

Basis of regular assessments:

4.5

Basis of special assessments:

4.6

Assessments collected during the year .....

\$ .....

5.

If the contract loan interest rate guaranteed in any one or more of its currently issued contracts is less than 5%, not in advance, state the contract loan rate guarantees on any such contracts.

CareMatters

credited; n/a, charged 4%

IUL

declared rate, credited: 2%, charged: 3.9% yr 1-10, 3.25% yr 11+ alternative, credited: 0% (equal to the guar.floor), charged: 8%

AVUL

credited: 3%, charged: 3.9% yr 1-10, 3.25% yr 11+

PVUL

credited: 3%, charged 4.5%

SVUL

credited: 3% yr 1-10. 3.65%yr 11+, charged: 3.9%

SUL

credited: 3%, charged: 5% (OR), 6% (All Other States)

SUL II

credited: 3%, charged 5%

CAUL

credited: 3%, charged 5%

SPUL

credited: 3%, charged: 5%

NLG

credited: 3%, charged 5% .....

6.

Does the reporting entity hold reserves for any annuity contracts that are less than the reserves that would be held on a standard basis? .....

Yes [   ] No [ X ]

6.1

If so, state the amount of reserve on such contracts on the basis actually held:.....

\$ .....

6.2

That would have been held (on an exact or approximate basis) using the actual ages of the annuitants; the interest rate(s) used in 6.1; and the same mortality basis used by the reporting entity for the valuation of comparable annuity benefits issued to standard lives. If the reporting entity has no comparable annuity benefits for standard lives to be valued, the mortality basis shall be the table most recently approved by the state of domicile for valuing individual annuity benefits: .....

\$ .....

Attach statement of methods employed in their valuation.

7.

Does the reporting entity have any Synthetic GIC contracts or agreements in effect as of December 31 of the current year? .....

Yes [   ] No [ X ]

7.1

If yes, state the total dollar amount of assets covered by these contracts or agreements .....

\$ .....

7.2

Specify the basis (fair value, amortized cost, etc.) for determining the amount:

7.3

State the amount of reserves established for this business: .....

\$ .....

7.4

Identify where the reserves are reported in the blank:

8.

Does the reporting entity have any Contingent Deferred Annuity contracts or agreements in effect as of December 31 of the current year? .....

Yes [   ] No [ X ]

8.1

If yes, state the total dollar amount of account value covered by these contracts or agreements: .....

\$ .....

8.2

State the amount of reserves established for this business: .....

\$ .....

8.3

Identify where the reserves are reported in the blank:

9.

Does the reporting entity have any Guaranteed Lifetime Income Benefit contracts, agreements or riders in effect as of December 31 of the current year? .....

Yes [ X ] No [   ]

9.1

If yes, state the total dollar amount of any account value associated with these contracts, agreements or riders: .....

\$ .....185,023,111

9.2

State the amount of reserves established for this business: .....

\$ .....167,102,632

9.3

Identify where the reserves are reported in the blank:

Exhibit 5 .....

EXHIBIT 5A - CHANGES IN BASES OF VALUATION DURING THE YEAR

1 Description of Valuation Class	Valuation Basis		4 Increase in Actuarial Reserve Due to Change
	2 Changed From	3 Changed To	
9999999 - Total (Column 4, only)			

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE  NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

**EXHIBIT 6 - AGGREGATE RESERVES FOR ACCIDENT AND HEALTH CONTRACTS**

	1  Total	2  Group Accident and Health	3  Credit Accident and Health (Group and Individual)	4  Collectively Renewable	Other Individual Contracts				
					5  Non-Cancelable	6  Guaranteed Renewable	7  Non-Renewable for Stated Reasons Only	8  Other Accident Only	9  All Other
ACTIVE LIFE RESERVE									
1. Unearned premium reserves .....									
2. Additional contract reserves (a) .....	1,265								1,265
3. Additional actuarial reserves-Asset/Liability analysis .....									
4. Reserve for future contingent benefits .....									
5. Reserve for rate credits .....									
6. Aggregate write-ins for reserves .....									
7. Totals (Gross) .....	1,265								1,265
8. Reinsurance ceded .....									
9. Totals (Net) .....	1,265								1,265
CLAIM RESERVE									
10. Present value of amounts not yet due on claims .....									
11. Additional actuarial reserves-Asset/Liability analysis .....									
12. Reserve for future contingent benefits .....									
13. Aggregate write-ins for reserves .....									
14. Totals (Gross) .....									
15. Reinsurance ceded .....									
16. Totals (Net) .....									
17. TOTAL (Net) .....	1,265								1,265
18. TABULAR FUND INTEREST									
DETAILS OF WRITE-INS									
0601. ....									
0602. ....									
0603. ....									
0698. Summary of remaining write-ins for Line 6 from overflow page .....									
0699. TOTALS (Lines 0601 thru 0603 plus 0698) (Line 6 above)									
1301. ....									
1302. ....									
1303. ....									
1398. Summary of remaining write-ins for Line 13 from overflow page .....									
1399. TOTALS (Lines 1301 thru 1303 plus 1398) (Line 13 above)									

(a) Attach statement as to valuation standard used in calculating this reserve, specifying reserve bases, interest rates and methods.

EXHIBIT 7 - DEPOSIT TYPE CONTRACTS

	1	2	3	4	5	6
	Total	Guaranteed Interest Contracts	Annuities Certain	Supplemental Contracts	Dividend Accumulations or Refunds	Premium and Other Deposit Funds
1. Balance at the beginning of the year before reinsurance .....	18,113,272		11,117,295	6,559,818	133,289	302,870
2. Deposits received during the year .....	2,949,211		1,868,552	1,057,055	24,433	(829)
3. Investment earnings credited to the account .....	836,258		344,715	475,960	9,108	6,475
4. Other net change in reserves .....						
5. Fees and other charges assessed .....						
6. Surrender charges .....						
7. Net surrender or withdrawal payments .....	4,407,845		2,749,606	1,737,274	13,713	(92,748)
8. Other net transfers to or (from) Separate Accounts .....						
9. Balance at the end of current year before reinsurance (Lines 1+2+3+4-5-6-7-8) .....	17,490,896		10,580,956	6,355,559	153,117	401,264
10. Reinsurance balance at the beginning of the year .....						
11. Net change in reinsurance assumed .....						
12. Net change in reinsurance ceded .....						
13. Reinsurance balance at the end of the year (Lines 10+11-12) .....						
14. Net balance at the end of current year after reinsurance (Lines 9 + 13)	17,490,896		10,580,956	6,355,559	153,117	401,264



ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 1 - Liability End of Current Year											
	1	2	Ordinary			6	Group		Accident and Health		
			3	4	5		7	8	9	10	11
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other
1. Due and unpaid:											
1.1 Direct .....											
1.2 Reinsurance assumed .....											
1.3 Reinsurance ceded .....											
1.4 Net .....											
2. In course of settlement:											
2.1 Resisted .....	125,000		125,000								
2.11 Direct .....											
2.12 Reinsurance assumed .....											
2.13 Reinsurance ceded .....											
2.14 Net .....	125,000		(b) 125,000	(b)		(b)	(b)				
2.2 Other .....	16,571,878		16,571,878								
2.21 Direct .....											
2.22 Reinsurance assumed .....											
2.23 Reinsurance ceded .....	4,209,227		4,209,227								
2.24 Net .....	12,362,651		(b) 12,362,651	(b)		(b)	(b)		(b)	(b)	(b)
3. Incurred but unreported:											
3.1 Direct .....	4,741,096		4,741,096								
3.2 Reinsurance assumed .....											
3.3 Reinsurance ceded .....											
3.4 Net .....	4,741,096		(b) 4,741,096	(b)		(b)	(b)		(b)	(b)	(b)
4. TOTALS .....	21,437,974		21,437,974								
4.1 Direct .....											
4.2 Reinsurance assumed .....											
4.3 Reinsurance ceded .....	4,209,227		4,209,227								
4.4 Net .....	17,228,747	(a)	(a) 17,228,747				(a)				

(a) Including matured endowments (but not guaranteed annual pure endowments) unpaid amounting to \$ \_\_\_\_\_ in Column 2, \$ \_\_\_\_\_ in Column 3 and \$ \_\_\_\_\_ in Column 7.

(b) Include only portion of disability and accident and health claim liabilities applicable to assumed "accrued" benefits. Reserves (including reinsurance assumed and net of reinsurance ceded) for unaccrued benefits for Ordinary Life Insurance \$ \_\_\_\_\_

Individual Annuities \$ \_\_\_\_\_, Credit Life (Group and Individual) \$ \_\_\_\_\_, and Group Life \$ \_\_\_\_\_, are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health \$ \_\_\_\_\_

Credit (Group and Individual) Accident and Health \$ \_\_\_\_\_, and Other Accident and Health \$ \_\_\_\_\_ are included in Page 3, Line 2 (See Exhibit 6, Claim Reserve).

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE  NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

**EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS**

**PART 2 - Incurred During the Year**

	1	2	Ordinary			6	Group		Accident and Health		
			3	4	5		7	8	9	10	11
	Total	Industrial Life (a)	Life Insurance (b)	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance (c)	Annuities	Group	Credit (Group and Individual)	Other
1. Settlements During the Year:											
1.1 Direct .....	276,126,304		138,799,708	131,973,155			1,000	5,349,741			2,700
1.2 Reinsurance assumed .....	21,833		21,833								
1.3 Reinsurance ceded .....	211,074,261		96,611,538	114,275,226			1,000	186,497			
1.4 Net .....	(d) 65,073,876		42,210,003	17,697,929				5,163,244			2,700
2. Liability December 31, current year from Part 1:											
2.1 Direct .....	21,437,974		21,437,974								
2.2 Reinsurance assumed .....											
2.3 Reinsurance ceded .....	4,209,227		4,209,227								
2.4 Net .....	17,228,747		17,228,747								
3. Amounts recoverable from reinsurers December 31, current year .....	5,901,475		5,882,809	18,666							
4. Liability December 31, prior year:											
4.1 Direct .....	22,361,051		22,361,051								
4.2 Reinsurance assumed .....											
4.3 Reinsurance ceded .....	3,406,108		3,406,108								
4.4 Net .....	18,954,943		18,954,943								
5. Amounts recoverable from reinsurers December 31, prior year .....	7,336,290		7,179,120	157,170							
6. Incurred Benefits											
6.1 Direct .....	275,203,227		137,876,631	131,973,155			1,000	5,349,741			2,700
6.2 Reinsurance assumed .....	21,833		21,833								
6.3 Reinsurance ceded .....	210,442,565		96,118,346	114,136,722			1,000	186,497			
6.4 Net .....	64,782,495		41,780,118	17,836,433				5,163,244			2,700

(a) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ ..... in Line 1.1, \$ ..... in Line 1.4.  
\$ ..... in Line 6.1, and \$ ..... in Line 6.4.

(b) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ .....19,123 in Line 1.1, \$ .....19,123 in Line 1.4.  
\$ .....19,123 in Line 6.1, and \$ .....19,123 in Line 6.4.

(c) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ ..... in Line 1.1, \$ ..... in Line 1.4.  
\$ ..... in Line 6.1, and \$ ..... in Line 6.4.

(d) Includes \$ ..... premiums waived under total and permanent disability benefits.

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EXHIBIT OF NON-ADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D) .....			
2. Stocks (Schedule D):			
2.1 Preferred stocks .....			
2.2 Common stocks .....			
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens .....			
3.2 Other than first liens.....			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company .....			
4.2 Properties held for the production of income.....			
4.3 Properties held for sale .....			
5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA) .....			
6. Contract loans .....	20,719	17,578	(3,141)
7. Derivatives (Schedule DB) .....			
8. Other invested assets (Schedule BA) .....			
9. Receivables for securities .....			
10. Securities lending reinvested collateral assets (Schedule DL) .....			
11. Aggregate write-ins for invested assets .....			
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	20,719	17,578	(3,141)
13. Title plants (for Title insurers only) .....			
14. Investment income due and accrued .....			
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection .....	6,368,150	5,242,250	(1,125,900)
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due .....			
15.3 Accrued retrospective premiums .....			
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers .....			
16.2 Funds held by or deposited with reinsured companies .....			
16.3 Other amounts receivable under reinsurance contracts .....			
17. Amounts receivable relating to uninsured plans .....			
18.1 Current federal and foreign income tax recoverable and interest thereon .....			
18.2 Net deferred tax asset .....	65,217,126	61,137,936	(4,079,190)
19. Guaranty funds receivable or on deposit .....			
20. Electronic data processing equipment and software .....			
21. Furniture and equipment, including health care delivery assets .....			
22. Net adjustment in assets and liabilities due to foreign exchange rates .....			
23. Receivables from parent, subsidiaries and affiliates .....			
24. Health care and other amounts receivable .....			
25. Aggregate write-ins for other than invested assets .....	9,257,376	2,970,338	(6,287,038)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	80,863,371	69,368,102	(11,495,269)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			
28. Total (Lines 26 and 27) .....	80,863,371	69,368,102	(11,495,269)
DETAILS OF WRITE-INS			
1101. ....			
1102. ....			
1103. ....			
1198. Summary of remaining write-ins for Line 11 from overflow page .....			
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)			
2501. Accrued fees and other assets .....	51,034	51,034	
2502. Deferred software costs .....	9,206,342	2,919,304	(6,287,038)
2503. ....			
2598. Summary of remaining write-ins for Line 25 from overflow page .....			
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	9,257,376	2,970,338	(6,287,038)

NOTES TO FINANCIAL STATEMENTS

(1) Summary of Significant Accounting Policies

A. Accounting Practices

The accompanying statutory financial statements of Nationwide Life and Annuity Insurance Company (NLAIC or the Company) have been prepared in conformity with accounting practices prescribed or permitted by the National Association of Insurance Commissioners’ (NAIC) and the State of Ohio.

The Ohio Department of Insurance (Department) recognizes only statutory accounting practices (SAP) prescribed or permitted by the Department for determining and reporting the financial condition and results of operations of an insurance company, as well as, determining its solvency under the Ohio Insurance Law. The National Association of Insurance Commissioners’ *Accounting Practices and Procedures* manual (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the State of Ohio. The Commissioner of Insurance has the right to permit other specific practices that deviate from prescribed practices. The Company has no statutory accounting practices that differ from NAIC SAP.

Olentangy Reinsurance, LLC (Olentangy), a Vermont domiciled special purpose financial insurance company and subsidiary of the Company, has been granted a permitted practice from the State of Vermont that changed the subsidiary’s valuation by \$66,000,000 as of December 31, 2014 and 2013.

A reconciliation of the Company’s net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the State of Ohio is shown below:

	State of Domicile	Current year to date 2014	Prior year ended 2013
<u>Net Income</u>			
Net Income	OH	\$ (122,430,847)	\$ (103,342,929)
Prescribed Practices: NONE	OH	-	-
Permitted Practices: NONE	OH	-	-
Net Income, NAIC SAP		<u>\$ (122,430,847)</u>	<u>\$ (103,342,929)</u>
<u>Surplus</u>			
Statutory Capital and Surplus	OH	\$ 690,622,571	\$ 534,066,445
Prescribed Practices: NONE	OH	-	-
Permitted Practices:			
NONE	OH	-	-
Subsidiary valuation	VT	<u>66,000,000</u>	<u>66,000,000</u>
Statutory Capital and Surplus, NAIC SAP		<u>\$ 624,622,571</u>	<u>\$ 468,066,445</u>

The amounts in this statement pertain to the entire Company business including, as appropriate, its Separate Account business.

B. Use of Estimates in Preparation of the Financial Statements

In preparing the financial statements in conformity with the Annual Statement Instructions and NAIC SAP, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent assets and liabilities as of the date of the financial statements and the reported amounts of revenues and expenses for the reporting period. Actual results could differ significantly from those estimates.

C. Accounting Policies

Life insurance premiums are recognized as revenue over the premium paying period of the related policies. Annuity considerations are recognized as revenue when received. Policy benefits and claims that are expensed include interest credited to policy account balances and benefits and claims incurred in the period in excess of related policy reserves. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to operations as incurred.

In addition, the Company uses the following accounting policies:

- (1) Short-term investments consist of investments with maturities of twelve months or less at acquisition and are stated at amortized cost, which approximates fair value.
- (2) Bonds, excluding loan-backed and structured securities, are stated at amortized cost, except those with an NAIC designation of “6”, which are stated at the lower of amortized cost or fair value. Amortization of premiums and discounts is calculated using the effective yield method.
- (3) Unaffiliated common stocks are reported at fair value.
- (4) Preferred stocks are stated at amortized cost, except those with an NAIC designation of “4” through “6”, which are stated at the lower of amortized cost or fair value.
- (5) Mortgage loans are carried at the unpaid principal balance adjusted for premiums and discounts, less a valuation allowance. The valuation allowance for mortgage loans reflects management’s best estimate of probable credit losses.

- (6) Loan-backed and structured securities (collectively, loan-backed securities) are stated at amortized cost or the lower of amortized cost or fair value in accordance with the provisions of Statement of Statutory Accounting Principles (SSAP) No. 43-Revised and the Purposes and Procedures Manual of the NAIC Securities Valuation Office. The retrospective adjustment method is used to value loan-backed securities where the collection of all contractual cash flows is probable. For all other loan-backed securities, the Company uses the prospective adjustment method. Refer to Note 5(D) for a discussion of the other-than-temporary impairment policy for loan-backed securities.
- (7) The investment in the Company's wholly-owned subsidiary, Olentangy, is carried at the value of its underlying audited statutory surplus.
- (8) Refer to Note (1) C. (7) above for accounting for the Company's investment in a limited liability company, which is a wholly-owned subsidiary.
- (9) Refer to Note 8 for the derivative accounting policy.
- (10) The Company anticipates investment income as a factor in the premium deficiency calculation.
- (11) The Company no longer issues any health policies and due to the small size of the Company's health in force block, the Company no longer holds any liabilities for the health business. Each year's claims are paid from current year premiums.
- (12) The Company has not modified its capitalization policy from the prior period.
- (13) Not Applicable – The Company does not have any pharmaceutical rebate receivables.

(2) Accounting Changes and Corrections of Errors

*Accounting Changes*

During 2014, the Company recorded a change in accounting principle related to the treatment of realized gains and losses from the termination of certain interest rate related derivatives in the Interest Maintenance Reserve (IMR) calculation. As a result of this change, the Company recorded a cumulative effect adjustment to statutory capital and surplus of \$5,644,456 as of December 31, 2013. This impact is reported on line 49, "Cumulative effect of changes in accounting principles", in the 2014 Summary of Operations.

Effective January 1, 2014, the Company changed its method for amortizing IMR from the seriatim basis to the grouped method on a prospective basis.

The Company has historically reported all benefit payments for annuity contracts, including surrender benefit payments, in the statutory Summary of Operations as "Annuity benefits." During 2014, the Company changed its reporting classification for surrender benefit payments on annuity contracts to be reported as "Surrender benefits and withdrawals for life contracts." Additionally, prior year reported amounts in "Annuity benefits" and "Surrender benefits and withdrawals for life contracts" were reclassified to conform to the current year presentation. There was no impact to current or prior year net income or surplus for this reclassification.

*Recently Issued Accounting Standards*

On July 1, 2014, the Company adopted revisions to SSAP No. 26, *Bonds, Excluding Loan-Backed and Structured Securities*, and SSAP No. 43R, *Loan-Backed and Structured Securities*. The revisions require expanded disclosures around structured notes to assist financial statement users in assessing risk by CUSIP level. The adoption resulted in increased disclosures only and had no impact on the Company's statutory financial statements. Refer to Note 5 for the disclosure requirements in accordance with the adopted guidance.

On January 1, 2013, the Company adopted the Statement of Statutory Accounting Principles ("SSAP") No. 92R, Accounting for Postretirement Benefits Other Than Pensions – A Replacement of SSAP No. 14 and SSAP No. 102, Accounting for Pensions - A Replacement of SSAP No. 89. The standards require insurers to recognize the funded status of defined benefit postretirement plans as an asset or liability and include non-vested employees in determining the plan obligations. In addition, a sponsor's fiscal year end will be used as the measurement date for estimating the fair value of postretirement benefit assets and liabilities. The guidance contains a transition provision that gives insurers the option to recognize the initial impact to surplus over 10 years. This guidance impacts the expense allocated to the Company from the plan sponsor.

On January 1, 2013, the Company adopted SSAP No. 103, Accounting for Transfers and Servicing of Financial Assets and Extinguishments of Liabilities. The standard establishes the accounting for transfers and servicing of financial assets, including asset securitizations and securitizations of policy acquisition costs, extinguishments of liabilities, repurchase agreements, repurchase financing and reverse repurchase agreements, including dollar repurchase and dollar reverse repurchase agreements. The guidance provides criteria to determine whether a transferor has surrendered control over transferred financial assets. It also forbids offsetting for repurchase and reverse repurchase transactions in accordance with master netting agreements. Provisions of this guidance are being applied prospectively, as is required. There was no impact to the Company's statutory financial statements.

On August 24, 2013, the Company adopted SSAP No. 64, Offsetting and Netting of Assets and Liabilities, and SSAP No. 86, Accounting for Derivative Instruments and Hedging, Income Generation, and Replication (Synthetic Asset) Transactions. The revisions clarify that derivatives, repurchase and reverse repurchase agreements and securities borrowing and securities lending transactions can be reported net on the balance sheet, with additional disclosures to illustrate the netting impact, when a valid right to offset exists. The adoption of this guidance resulted in increased disclosures only and had no impact on the Company's statutory financial statements.

On December 31, 2013, the Company adopted revisions to SSAP No. 34, Investment Income Due and Accrued and SSAP No. 37, Mortgage Loans. The revisions expand required disclosures related to mortgage loans to assist financial statement users in assessing an entity's credit risk exposures and evaluating the adequacy of its allowance for credit losses. The adoption resulted in increased disclosures only and had no impact on the Company's statutory financial statements.

On December 31, 2013, the Company adopted revisions to SSAP No. 35R, *Guaranty Fund and Other Assessments*. The revisions require disclosure of the nature of fees paid to the federal government by health insurers under the Affordable Care

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE   NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

Act and an estimate of their financial impact, including the impact on the Company’s risk based capital position. The adoption resulted in increased disclosures only and had no impact on the Company’s financial statements.

- (3)      Business Combinations and Goodwill
- A.   Statutory Purchase Method - Not Applicable.
- B.   Statutory Merger - Not Applicable.
- C.   Assumption Reinsurance - Not Applicable.
- D.   Impairment Loss - Not applicable.

(4)   Discontinued Operations - None.

- (5)   Investments
- A.   Mortgage Loans, including Mezzanine Real Estate Loans

(1)   The minimum and maximum lending rates for mortgage loans issued during 2014 were:

Residential  
Not Applicable

Commercial  
3.05% and 5.05%

(2)   The maximum percentage of any one loan to the value of security at the time of the loan, exclusive of insured or guaranteed or purchase money mortgages was 82.8%.

(3)   Taxes, assessments, and any amounts advanced and not included in the mortgage loan total:

Current Year  
\$0

Prior Year  
\$0

(4)   Age Analysis of Mortgage Loans:

		Farm		Residential		Commercial		Mezzanine		Total			
				Insured	All Other	Insured	All Other						
a. Current Year													
1. Recorded Investment (ALL)													
(a)	Current	\$	-	\$	-	\$	-	\$	698,788,676	\$	-	\$	698,788,676
(b)	30-59 Days Past Due	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
(c)	60-89 Days Past Due	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
(d)	90-179 Days Past Due	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
(e)	180+ Days Past Due	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
2. Accruing Interest 90-179 Days Past Due													
(a)	Recorded Investment	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
(b)	Interest Accrued	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
3. Accruing Interest 180+ Days Past Due													
(a)	Recorded Investment	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
(b)	Interest Accrued	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
4. Interest Reduced													
(a)	Recorded Investment	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
(b)	Number of Loans	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
(c)	Percent Reduced		0%		0%		0%		0%		0%		0%
b. Prior Year													
1. Recorded Investment (ALL)													
(a)	Current	\$	-	\$	-	\$	-	\$	539,679,875	\$	-	\$	539,679,875
(b)	30-59 Days Past Due	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
(c)	60-89 Days Past Due	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
(d)	90-179 Days Past Due	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
(e)	180+ Days Past Due	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
2. Accruing Interest 90-179 Days Past Due													
(a)	Recorded Investment	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
(b)	Interest Accrued	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
3. Accruing Interest 180+ Days Past Due													
(a)	Recorded Investment	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
(b)	Interest Accrued	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
4. Interest Reduced													
(a)	Recorded Investment	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
(b)	Number of Loans	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
(c)	Percent Reduced		0%		0%		0%		0%		0%		0%

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(5) Investment in Impaired Loans With or Without Allowance for Credit Losses:

		Residential			Commercial			Mezzanine	Total			
Farm		Insured	All Other		Insured	All Other						
a. Current Year												
1. With Allowance for Credit Losses	\$	-	\$	-	\$	-	\$	1,916,394	\$	-	\$	1,916,394
2. No Allowance for Credit Losses	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
b. Prior Year												
1. With Allowance for Credit Losses	\$	-	\$	-	\$	-	\$	2,050,181	\$	-	\$	2,050,181
2. No Allowance for Credit Losses	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-

(6) Investment in Impaired Loans – Average Recorded Investment, Interest Income Recognized, Recorded Investment on Nonaccrual Status and Amount of Interest Income Recognized Using a Cash-Basis Method of Accounting:

		Farm	Residential		Commercial		Mezzanine	Total				
			Insured	All Other	Insured	All Other						
a. Current Year												
1. Average Recorded Investment	\$	-	\$	-	\$	-	\$	1,983,288	\$	-	\$	1,983,288
2. Interest Income Recognized	\$	-	\$	-	\$	-	\$	166,690	\$	-	\$	166,690
3. Recorded Investments on Nonaccrual Status	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
4. Amount of Interest Income Recognized Using a Cash Basis Method of Accounting	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
b. Prior Year												
1. Average Recorded Investment	\$	-	\$	-	\$	-	\$	2,652,786	\$	-	\$	2,652,786
2. Interest Income Recognized	\$	-	\$	-	\$	-	\$	174,507	\$	-	\$	174,507
3. Recorded Investments on Nonaccrual Status	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
4. Amount of Interest Income Recognized Using a Cash Basis Method of Accounting	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-

(7) Allowance for Credit Losses:

	Current Year	Prior Year
a. Balance at beginning of period	\$ 2,429,323	\$ 3,770,818
b. Additions charged to operations	-	-
c. Direct write-downs charged against the allowances	64,717	(1,341,495)
d. Recoveries of amounts previously charged off	-	-
e. Balance at end of period	<u>\$ 2,494,040</u>	<u>\$ 2,429,323</u>

(8) The Company accrues interest income on impaired loans to the extent it is deemed collectible (delinquent less than 90 days) and the loan continues to perform under its original or restructured contractual terms. Interest received on non-accrual status mortgage loans on real estate is included in net investment income in the period received.

B. Debt Restructuring

	12/31/2014	12/31/2013
(1) The total recorded investment in restructured loans, as of year end	\$ -	\$ 147,761
(2) The realized capital losses related to these loans	\$ -	\$ 506,329
(3) Total contractual commitments to extend credit to debtors owning receivables whose terms have been modified in troubled debt restructurings	\$ -	\$ -
(4) The Company accrues interest income on impaired loans to the extent it is deemed collectible (delinquent less than 90 days) and the loan continues to perform under its original or restructured contractual terms. Interest received on non-accrual status mortgage loans on real estate is included in net investment income in the period received.		

C. Reverse Mortgages - None

D. Loan-Backed Securities

- (1) Prepayment assumptions are generally obtained using a model provided by a third-party vendor.
- (2) None
- (3) None

- (4) All impaired securities (fair value is less than cost or amortized cost) for which an other-than-temporary impairment has not been recognized in earnings as a realized loss (including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains):

As of December 31, 2014

a. The aggregate amount of unrealized losses:

1. Less than 12 Months	\$ (251,218)
2. 12 Months or Longer	\$ (9,946,077)

b. The aggregate related fair value of securities with unrealized losses:

1. Less than 12 Months	\$ 26,465,193
2. 12 Months or Longer	\$ 97,749,171

- (5) The Company reviews all loan-backed and structured securities in which the fair value of the given security is less than the amortized cost to determine if a given security is other-than-temporarily impaired. The Company examines characteristics of the underlying collateral, such as delinquency and default rates, the quality of the underlying borrower, the type of collateral in the pool, the vintage year of the collateral, subordination levels within the structure of the collateral pool, and the quality of any credit guarantors, to determine the cash flows expected to be received for the security.

If the severity and duration of the security's unrealized loss indicates a risk of an other-than-temporary impairment, then the Company will evaluate if the amortized cost basis of the security will be recovered by comparing the present value of the cash flows expected to be received for the given security with the amortized cost basis of the security. If the present value of cash flows is greater than the amortized cost basis of a security then the security is deemed not to be other-than-temporarily impaired.

E. Repurchase Agreements and/or Securities Lending Transactions

- (1) For repurchase agreements, the Company's policy requires that the reporting entity receive collateral having a fair value of at least 95% of the fair value of the securities transferred.

For reverse repurchase agreements, the Company's policy requires that the reporting entity receive as collateral transferred securities having a fair value at least equal to 102% of the purchase price paid by the reporting entity for the securities.

The Company's securities lending agreement requires a minimum of 102% of the fair value of loaned securities to be held as collateral. Cash collateral received is invested in short-term investments and reported on the Asset page as Securities Lending Reinvested Collateral assets. The offsetting collateral liability is reported in the Payable for Securities Lending line on the Liabilities page.

- (2) No assets were pledged as collateral as of year-end.

- (3) Collateral Received

a. Aggregate Amount Cash Collateral Received

1. Repurchase Agreement - Not Applicable

2. Securities Lending

(a) Open	\$ 48,451,942
(b) 30 Days or Less	-
(c) 31 to 60 Days	-
(d) 61 to 90 Days	-
(e) Greater than 90 Days	-
(f) Sub-Total	\$ 48,451,942
(g) Securities Received	-
(h) Total Collateral Received	\$ 48,451,942

3. Dollar Repurchase Agreement - Not Applicable

- b. The fair value as of the date of each statement of financial position presented of that collateral and of the portion of that collateral that it has sold or replugged.

\$ 48,454,565

- c. The reporting entity receives primarily cash collateral in an amount in excess of the fair value of the securities lent. The reporting entity invests the cash collateral (primarily in short-term investments) to earn additional yield.

- (4) The Company did not have any securities lending activities with an affiliated agent.



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(5) Collateral Reinvestment

a. Aggregate Amount Cash Collateral Reinvested

1. Repurchase Agreement - Not Applicable

		Amortized Cost	Fair Value
2. Securities Lending			
(a) Open	\$	-	\$ -
(b) 30 Days or Less		48,454,565	48,454,565
(c) 31 to 60 Days		-	-
(d) 61 to 90 Days		-	-
(e) 91 to 120 Days		-	-
(f) 121 to 180 Days		-	-
(g) 181 to 365 Days		-	-
(h) 1 to 2 Years		-	-
(i) 2 to 3 Years		-	-
(j) Greater than 3 Years		-	-
(k) Sub-Total	\$	48,454,565	\$ 48,454,565
(l) Securities Received		-	-
(m) Total Collateral Reinvested	\$	48,454,565	\$ 48,454,565

3. Dollar Repurchase Agreement - Not applicable

b. Since the borrower or the Company may terminate a securities lending transaction at any time, to the extent loans are terminated in advance of reinvestment collateral maturities, the Company would repay its securities lending payable obligation from operating cash flows or the proceeds of sales from its investment portfolio, which includes significant liquid securities.

(6) The Company has not accepted collateral that it is not permitted by contract or custom to repledge or sell.

(7) There are no securities lending transactions that extend beyond one year as of the reporting date

F. Real Estate – Not Applicable.

G. Low-Income Housing Tax Credits (LIHTC) – Not Applicable.

H. Restricted Assets

(1) Restricted Assets (Including Pledged)

Restricted Asset Category		Gross Restricted							8	Percentage	
		Current Year					6	7		9	10
		1	2	3	4	5					
		Total General Account (G/A)	G/A Supporting S/A Activity (a)	Total Separate Account (S/A) Restricted Assets	S/A Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
a.	Subject to contractual obligation for which liability is not shown	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	0.00%
b.	Collateral held under security lending agreements	48,454,565	-	-	-	48,454,565	17,172,443	31,282,122	48,454,565	0.61%	0.61%
c.	Subject to repurchase agreements	-	-	-	-	-	-	-	-	0.00%	0.00%
d.	Subject to reverse repurchase agreements	-	-	-	-	-	-	-	-	0.00%	0.00%
e.	Subject to dollar repurchase agreements	-	-	-	-	-	-	-	-	0.00%	0.00%
f.	Subject to dollar reverse repurchase agreements	-	-	-	-	-	-	-	-	0.00%	0.00%
g.	Placed under option contracts	-	-	-	-	-	-	-	-	0.00%	0.00%
h.	Letter stock or securities restricted as to sale - excluding FHLB capital stock	-	-	-	-	-	-	-	-	0.00%	0.00%
i.	FHLB capital stock	-	-	-	-	-	-	-	-	0.00%	0.00%
j.	On deposit with states	4,618,377	-	-	-	4,618,377	4,606,480	11,897	4,618,377	0.06%	0.06%
k.	On deposit with other regulatory bodies	-	-	-	-	-	-	-	-	0.00%	0.00%
l.	Pledged as collateral to FHLB (including assets backing funding agreements)	-	-	-	-	-	-	-	-	0.00%	0.00%
m.	Pledged as collateral not captured in other categories	-	-	-	-	-	-	-	-	0.00%	0.00%
n.	Other restricted assets	49,952,668	-	-	-	49,952,668	17,914,220	32,038,448	49,952,668	0.63%	0.63%
o.	Total Restricted Assets	\$ 103,025,610	\$ -	\$ -	\$ -	\$ 103,025,610	\$ 39,693,143	\$ 63,332,467	\$ 103,025,610	1.29%	1.30%

(a) Subset of column 1  
(b) Subset of column 3

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(2) Detail of Assets Pledged as Collateral Not Captured in Other Categories (Contracts that Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate)

None.

(3) Detail of Other Restricted Assets (Contracts that Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate)

	Gross Restricted							8	Percentage	
	Current Year					6	7		9	10
	1	2	3	4	5					
	Collateral Agreement	Total General Account (G/A)	G/A Supporting S/A Activity (a)	Total Separate Account (S/A) Restricted Assets	S/A Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross Restricted to Total Assets
Loaned to others under conforming securities lending program	\$ 49,952,668	\$ -	\$ -	\$ -	\$ 49,952,668	\$ 17,914,220	\$ 32,038,448	\$ 49,952,668	0.63%	0.63%
Total	\$ 49,952,668	\$ -	\$ -	\$ -	\$ 49,952,668	\$ 17,914,220	\$ 32,038,448	\$ 49,952,668	0.63%	0.63%

(a) Subset of column 1

(b) Subset of column 3

- I. Working Capital Finance Investments – Not Applicable
- J. Offsetting and Netting of Assets and Liabilities – Not Applicable
- K. Structured Notes

CUSIP Identification	Actual Cost	Fair Value	Book/Adjusted Carrying Value	Mortgage Referenced Security (Yes/No)
05567HDC7	\$ 10,000,000	\$ 11,588,000	\$ 10,000,000	No
Total	\$ 10,000,000	\$ 11,588,000	\$ 10,000,000	

(6) Joint Ventures, Partnerships, and Limited Liability Companies

- A. The Company has no investments in Joint Ventures, Partnerships, and Limited Liability Companies that exceed 10% of its total admitted assets.
- B. Not Applicable.

(7) Investment Income

- A. Accrued Investment Income

The Company nonadmits investment income due and accrued if amounts are over 90 days past due with the exception of mortgage loans in default which are nonadmitted if amounts are over 180 days past due.

- B. Amounts Nonadmitted

The total amount of investment income nonadmitted as of December 31, 2014 was \$0.

(8) Derivative Instruments

- A. The Company uses derivative instruments to manage exposures and mitigate risks primarily associated with interest rates, foreign exchange rates and equity markets. These derivative instruments primarily include interest rate swaps, cross-currency swaps and futures contracts.

The Company’s derivative transaction counterparties are generally financial institutions. To reduce the credit risk associated with open contracts, the Company enters into master netting agreements which permit the closeout and netting of transactions with the same counterparty upon the occurrence of certain events. In addition, the Company attempts to reduce credit risk by obtaining collateral from counterparties. The determination of the need for and the levels of collateral vary based on an assessment of the credit risk of the counterparty. The Company accepts collateral in the form of cash and marketable securities.

- B. *Interest rate risk management.* The Company uses interest rate contracts, primarily interest rate swaps, to reduce or alter interest rate exposure arising from mismatches between assets and liabilities. In the case of interest rate swaps, the Company enters into a contractual agreement with a counterparty to exchange, at specified intervals, the difference between fixed and variable rates of interest, calculated on a reference notional amount.

*Equity market risk management.* The Company offers universal life indexed products that expose the Company to various market risks, primarily equity risk. Adverse changes in the equity markets expose the Company to significant volatility. To mitigate these risks, the Company enters into various equity index futures.

*Foreign currency risk management.* As part of its regular investing activities, the Company may purchase foreign currency denominated investments. These investments and the associated income expose the Company to volatility associated with movements in foreign exchange rates. As foreign exchange rates change, the increase or decrease in the cash flows of the derivative instrument generally offset the changes in the functional-currency equivalent cash flows of the hedged item. In an effort to mitigate this risk, the Company uses cross-currency swaps.

*Credit risk associated with derivative transactions.* The Company periodically evaluates the risks within the derivative portfolios due to credit exposure. When evaluating this risk, the Company considers several factors which include, but are not limited to, the counterparty credit risk associated with derivative receivables, the Company’s own credit as it relates to derivative payables, the collateral thresholds associated with each counterparty and changes in relevant market data in order to gain insight into the probability of default by the counterparty. In addition, the impact the Company’s exposure to credit risk could have on the effectiveness of the Company’s hedging relationships is considered. As of December 31, 2014 and 2013, the impact of the exposure to credit risk on the fair value measurement of derivatives and the effectiveness of the Company’s hedging relationships was immaterial.

- C. Periodic cash flows and accruals of income/expense are reported in a manner consistent with the hedged item, generally as other investment income. Realized gains and losses on commitment and anticipatory hedges are used to adjust the basis of the hedged item and are therefore amortized into investment income over the remaining life of the hedged item.

Fair value of derivative instruments is determined using various valuation techniques relying predominantly on observable market inputs. These inputs include interest rate swap curves, credit spreads, interest rates, counterparty credit risk, equity volatility and equity index levels. In cases where observable inputs are not available, the Company will utilize non-binding broker quotes to determine fair value, and these instruments are classified accordingly in the fair value hierarchy. Price movements of these broker quotes are subject to validation and require approval from the Company’s management. Management uses models to internally value the instruments for comparison to the values received through broker quotes.

Derivative instruments used in hedging transactions considered to be effective hedges are valued and reported in a manner consistent with the hedged items. Derivative instruments used in hedging transactions that do not meet or no longer meet the criteria of an effective hedge are accounted for at fair value with changes in fair value recorded in capital and surplus as unrealized gains or losses.

- D. No gain or loss recognized in derivative instruments' unrealized gains or losses during the year were excluded from the assessment of hedge effectiveness.
- E. There is also no net gain or loss recognized during the year resulting from derivatives that no longer qualify for hedge accounting.
- F. (1) In addition, no amounts of gains or losses were classified in unrealized gains/losses related to cash flow hedges that have been discontinued because it was no longer probable that the original forecasted transaction would occur as anticipated.
- (2) The Company is not currently engaged in written covered options used for income generation or derivatives accounted for as cash flow hedges of a forecasted transaction, other than the payment of variable interest on existing financial instruments.

(9) Income Taxes

- A. The net deferred tax asset (liability) as of December 31, 2014 and the change from prior year are comprised of the following components:

		12/31/2014		
		Ordinary	Capital	Total
(1a) Gross deferred tax assets	\$	252,489,043	\$ 9,237,417	\$ 261,726,460
(1b) Statutory valuation allowance adjustment	\$	-	\$ -	\$ -
(1c) Adjusted gross deferred tax assets	\$	252,489,043	\$ 9,237,417	\$ 261,726,460
(1d) Deferred tax assets nonadmitted	\$	56,425,293	\$ 8,791,833	\$ 65,217,126
(1e) Subtotal net admitted deferred tax asset	\$	196,063,750	\$ 445,584	\$ 196,509,334
(1f) Deferred tax liabilities	\$	196,063,750	\$ 445,584	\$ 196,509,334
(1g) Net admitted deferred tax asset/(net deferred tax liability)	\$	-	\$ -	\$ -

		12/31/2013		
		Ordinary	Capital	Total
(1a) Gross deferred tax assets	\$	337,588,732	\$ 9,990,533	\$ 347,579,265
(1b) Statutory valuation allowance adjustment	\$	-	\$ -	\$ -
(1c) Adjusted gross deferred tax assets	\$	337,588,732	\$ 9,990,533	\$ 347,579,265
(1d) Deferred tax assets nonadmitted	\$	52,923,930	\$ 8,214,006	\$ 61,137,936
(1e) Subtotal net admitted deferred tax asset	\$	284,664,802	\$ 1,776,527	\$ 286,441,329
(1f) Deferred tax liabilities	\$	284,664,802	\$ -	\$ 284,664,802
(1g) Net admitted deferred tax asset/(net deferred tax liability)	\$	-	\$ 1,776,527	\$ 1,776,527

		Change		
		Ordinary	Capital	Total
(1a) Gross deferred tax assets	\$	(85,099,689)	\$ (753,116)	\$ (85,852,805)
(1b) Statutory valuation allowance adjustment	\$	-	\$ -	\$ -
(1c) Adjusted gross deferred tax assets	\$	(85,099,689)	\$ (753,116)	\$ (85,852,805)
(1d) Deferred tax assets nonadmitted	\$	3,501,363	\$ 577,827	\$ 4,079,190
(1e) Subtotal net admitted deferred tax asset	\$	(88,601,052)	\$ (1,330,943)	\$ (89,931,995)
(1f) Deferred tax liabilities	\$	(88,601,052)	\$ 445,584	\$ (88,155,468)
(1g) Net admitted deferred tax asset/(net deferred tax liability)	\$	-	\$ (1,776,527)	\$ (1,776,527)

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The deferred tax asset admission calculation components per SSAP No. 101:

	12/31/2014		
	Ordinary	Capital	Total
(2a) Federal income taxes paid in prior years recoverable through loss carrybacks	\$ -	\$ -	\$ -
(2b) Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from (2a) above) after application of the threshold limitation (the lessor of (2b)1 and (2b)2 below)			
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	\$ -	\$ -	\$ -
2. Adjusted gross deferred tax assets allowed per limitation threshold	XXX	XXX	\$ 103,593,386
(2c) Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities	\$ 196,063,750	\$ 445,584	\$ 196,509,334
(2d) Deferred tax assets admitted as the result of application of SSAP No. 101 Total ((2a) + (2b) + (2c))	\$ 196,063,750	\$ 445,584	\$ 196,509,334

	12/31/2013		
	Ordinary	Capital	Total
(2a) Federal income taxes paid in prior years recoverable through loss carrybacks	\$ -	\$ -	\$ -
(2b) Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from (2a) above) after application of the threshold limitation (the lessor of (2b)1 and (2b)2 below)			
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	\$ -	\$ 1,776,527	\$ 1,776,527
2. Adjusted gross deferred tax assets allowed per limitation threshold	XXX	XXX	\$ 79,843,488
(2c) Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities	\$ 284,664,802	\$ -	\$ 284,664,802
(2d) Deferred tax assets admitted as the result of application of SSAP No. 101 Total ((2a) + (2b) + (2c))	\$ 284,664,802	\$ 1,776,527	\$ 286,441,329

	Change		
	Ordinary	Capital	Total
(2a) Federal income taxes paid in prior years recoverable through loss carrybacks	\$ -	\$ -	\$ -
(2b) Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from (2a) above) after application of the threshold limitation (the lessor of (2b)1 and (2b)2 below)			
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	\$ -	\$ (1,776,527)	\$ (1,776,527)
2. Adjusted gross deferred tax assets allowed per limitation threshold	XXX	XXX	\$ 23,749,898
(2c) Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities	\$ (88,601,052)	\$ 445,584	\$ (88,155,468)
(2d) Deferred tax assets admitted as the result of application of SSAP No. 101 Total ((2a) + (2b) + (2c))	\$ (88,601,052)	\$ (1,330,943)	\$ (89,931,995)

	12/31/2014	12/31/2013
(3a) Ratio percentage used to determine recovery period and threshold limitation amount	1244.2%	1176.5%
(3b) Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in (2b)2 above	\$ 690,622,571	\$ 532,289,918

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

Impact of Tax Planning Strategies

		12/31/2014		
		Ordinary	Capital	Total
(4a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage				
1. Adjusted gross DTAs amount from note 9A1(c)		\$ 252,489,043	\$ 9,237,417	\$ 261,726,460
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies		0.0%	0.0%	0.0%
3. Net admitted adjusted gross DTAs amount from note 9A1(e)		\$ 196,063,750	\$ 445,584	\$ 196,509,334
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies		0.0%	0.0%	0.0%
		12/31/2013		
		Ordinary	Capital	Total
(4a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage				
1. Adjusted gross DTAs amount from note 9A1(c)		\$ 337,588,732	\$ 9,990,533	\$ 347,579,265
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies		0.0%	0.0%	0.0%
3. Net admitted adjusted gross DTAs amount from note 9A1(e)		\$ 284,664,802	\$ 1,776,527	\$ 286,441,329
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies		0.0%	100.0%	100.0%
		Change		
		Ordinary	Capital	Total
(4a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage				
1. Adjusted gross DTAs amount from note 9A1(c)		\$ (85,099,689)	\$ (753,116)	\$ (85,852,805)
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies		0.0%	0.0%	0.0%
3. Net admitted adjusted gross DTAs amount from note 9A1(e)		\$ (88,601,052)	\$ (1,330,943)	\$ (89,931,995)
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies		0.0%	-100.0%	-100.0%
(4b) Does this Company's tax-planning strategies include the use of reinsurance?		Yes [ ]	No [ X ]	

B. Regarding deferred tax liabilities that are not recognized:

There are no temporary differences for which deferred tax liabilities are not recognized.

C. Current income taxes incurred consist of the following major components:

	12/31/2014	12/31/2013	Change
1. Current Income Tax			
(a) Federal	\$ (72,623,403)	\$ 13,013,266	\$ (85,636,669)
(b) Foreign	\$ -	\$ -	\$ -
(c) Subtotal	\$ (72,623,403)	\$ 13,013,266	\$ (85,636,669)
(d) Federal income tax on net capital gains	\$ 4,018,408	\$ (6,123)	\$ 4,024,531
(e) Utilization of capital loss carry-forwards	\$ -	\$ -	\$ -
(f) Other	\$ -	\$ -	\$ -
(g) Federal and foreign income taxes incurred	\$ (68,604,995)	\$ 13,007,143	\$ (81,612,138)

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2. Deferred Tax Assets	12/31/2014	12/31/2013	Change
(a) Ordinary:			
(1) Discounting of unpaid losses	\$ -	\$ -	\$ -
(2) Unearned premium reserve	\$ -	\$ -	\$ -
(3) Policyholder reserves	\$ 140,683,530	\$ -	\$ 140,683,530
(4) Investments	\$ 8,006,915	\$ 9,718,813	\$ (1,711,898)
(5) Deferred acquisition costs	\$ 89,794,621	\$ 62,903,961	\$ 26,890,660
(6) Policyholder dividends accrual	\$ 359,231	\$ 359,550	\$ (319)
(7) Fixed assets	\$ 2,652,300	\$ 715,687	\$ 1,936,613
(8) Compensation and benefits accrual	\$ -	\$ -	\$ -
(9) Pension accrual	\$ -	\$ -	\$ -
(10) Receivables - nonadmitted	\$ -	\$ -	\$ -
(11) Net operating loss carry-forward	\$ 6,868,931	\$ 42,986,243	\$ (36,117,312)
(12) Tax credit carry-forward	\$ 923,158	\$ 651,430	\$ 271,728
(13) Captive funds withheld	\$ -	\$ 217,761,120	\$ (217,761,120)
(14) Other (including items <5% of total ordinary tax assets)	\$ 3,200,357	\$ 2,491,928	\$ 708,429
(99) Subtotal	\$ 252,489,043	\$ 337,588,732	\$ (85,099,689)
(b) Statutory valuation allowance adjustment	\$ -	\$ -	\$ -
(c) Nonadmitted	\$ 56,425,293	\$ 52,923,930	\$ 3,501,363
(d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c)	\$ 196,063,750	\$ 284,664,802	\$ (88,601,052)
(e) Capital:			
(1) Investments	\$ 9,237,417	\$ 9,990,533	\$ (753,116)
(2) Net capital loss carry-forward	\$ -	\$ -	\$ -
(3) Real estate	\$ -	\$ -	\$ -
(4) Other (including items <5% of total capital tax assets)	\$ -	\$ -	\$ -
(99) Subtotal	\$ 9,237,417	\$ 9,990,533	\$ (753,116)
(f) Statutory valuation allowance adjustment	\$ -	\$ -	\$ -
(g) Nonadmitted	\$ 8,791,833	\$ 8,214,006	\$ 577,827
(h) Admitted capital deferred tax assets (2e99 - 2f - 2g)	\$ 445,584	\$ 1,776,527	\$ (1,330,943)
(i) Admitted deferred tax assets (2d + 2h)	\$ 196,509,334	\$ 286,441,329	\$ (89,931,995)
3. Deferred Tax Liabilities	12/31/2014	12/31/2013	Change
(a) Ordinary:			
(1) Investments	\$ 796,723	\$ -	\$ 796,723
(2) Fixed assets	\$ -	\$ -	\$ -
(3) Deferred and uncollected premium	\$ 14,447,320	\$ 6,744,087	\$ 7,703,233
(4) Policyholder reserves	\$ -	\$ 277,911,448	\$ (277,911,448)
(5) Pensions accruals	\$ 153,557	\$ -	\$ 153,557
(6) Trust assets	\$ 180,666,150	\$ -	\$ 180,666,150
(7) Other (including items <5% of total ordinary tax liabilities)	\$ -	\$ 9,267	\$ (9,267)
(99) Subtotal	\$ 196,063,750	\$ 284,664,802	\$ (88,601,052)
(b) Capital:			
(1) Investments	\$ 445,584	\$ -	\$ 445,584
(2) Real estate	\$ -	\$ -	\$ -
(3) Other (including items <5% of total capital tax liabilities)	\$ -	\$ -	\$ -
(99) Subtotal	\$ 445,584	\$ -	\$ 445,584
(c) Deferred tax liabilities (3a99 + 3b99)	\$ 196,509,334	\$ 284,664,802	\$ (88,155,468)
4. Net deferred tax asset/(liability) (2i - 3c)	\$ -	\$ 1,776,527	\$ (1,776,527)
5. The change in deferred income taxes is comprised of the following (this analysis is exclusive of nonadmitted assets as the Change in Nonadmitted Assets are reported separately from the Change in Net Deferred Income Taxes in the surplus section of the Annual Statement):			
(a) Adjusted gross deferred tax assets	12/31/2014	12/31/2013	Change
(b) Deferred tax liabilities	\$ 261,726,460	\$ 347,579,265	\$ (85,852,805)
(c) Net deferred tax assets (liabilities)	\$ 196,509,334	\$ 284,664,802	\$ (88,155,468)
(d) Tax effect of unrealized gains (losses)	\$ 65,217,126	\$ 62,914,463	\$ 2,302,663
(e) Prior period adjustment			\$ -
(f) Change in deferred income tax			\$ 5,938,222

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- D. 1. The provision for federal income taxes incurred is different from that which would be obtained by applying the statutory Federal income tax rate to pre-tax income. The significant book to tax adjustments causing this difference are as follows:

	12/31/2014	12/31/2013
(a) Current income taxes incurred	\$ (68,604,995)	\$ 13,007,143
(b) Change in deferred income tax	\$ (5,938,222)	\$ 59,906,133
(c) Total income tax reported	\$ (74,543,217)	\$ 72,913,276
(d) Income before taxes	\$ (191,035,843)	\$ (90,335,781)
(e) Federal statutory tax rate	35%	35%
(f) Expected income tax expense (benefit) at 35% statutory rate	\$ (66,862,545)	\$ (31,617,523)
(1) Dividends received deduction	\$ (1,974,923)	\$ (1,975,122)
(2) Nondeductible expenses for meals, penalties, and lobbying	\$ 276,097	\$ 286,829
(3) Tax-exempt income	\$ -	\$ (4,981)
(4) Deferred tax benefit on nonadmitted assets	\$ (2,595,627)	\$ (1,065,658)
(5) Change in tax reserves	\$ 100,533	\$ 33,828
(6) Initial ceding commission	\$ (3,850,986)	\$ 44,832,355
(7) Tax credits	\$ (271,728)	\$ (721,492)
(8) Tax adjustment for IMR	\$ (150,328)	\$ (1,486,599)
(9) Tax sharing benefit	\$ -	\$ 66,292,006
(10) Other	\$ -	\$ (343,574)
(11) Prior year adjustments	\$ 805,115	\$ (1,316,793)
(12) Deferred tax assets transferred from affiliate	\$ (1,039,812)	\$ -
(13) Disregarded entity adjustment	\$ 1,020,987	\$ -
(g) Total	\$ (74,543,217)	\$ 72,913,276

E. Operating Loss and Tax Credit Carryforwards and Protective Tax Deposits

1. As of December 31, 2014 operating loss or tax credit carryforwards are available as follows:

	Amount	Origination	Expiration
Operating loss carryforwards	\$ 19,625,517	2013	2028
Amount of AMT tax credits	\$ -	N/A	N/A
Foreign tax credits	\$ 93,559	2009	2019
	\$ 151,373	2010	2020
	\$ 155,658	2011	2021
	\$ 125,420	2012	2022
	\$ 198,574	2013	2023
	\$ 198,574	2014	2024
Business credits	\$ -	N/A	N/A

2. The amount of Federal income taxes incurred that are available for recoupment in the event of future net losses are:

2014	\$ -
2013	\$ -
2012	\$ -

3. The Company did not have any protective tax deposits under Section 6603 of the Internal Revenue Code as of December 31, 2014 and 2013.

F. Consolidated federal income tax return

1. The Company's federal income tax return is consolidated with the following entities:  
Nationwide Life Insurance Company (NLIC)

Effective January 1, 2015, the NLIC consolidated tax group are eligible to join the Nationwide Mutual Insurance Company (NMIC) consolidated tax group.

2. The method of allocation among the companies is subject to the resolution approved by the Board of Directors. Allocation is based upon separate return liabilities with offset for losses and credits utilized to reduce current consolidated tax liability. For 2013, the Company was party to a tax sharing agreement with its direct parent, NLIC, and its subsidiary, Olentangy, a Vermont special purpose financial insurance company. The agreement allocates to the Company the tax benefit of Olentangy's current net operating losses. The Company was only obligated to repay such tax benefit if the reinsurance captive was able to recognize such net operating losses as a carryover deduction on a stand-alone basis.

Effective January 1, 2014, Olentangy became a disregarded entity for federal income tax purposes. The tax sharing agreement no longer requires any settlements or allocations between Olentangy and the Company because they are considered one entity for federal income tax purposes.

G. Federal or Foreign Federal Income Tax Loss Contingencies

The Company does not have any tax loss contingencies for which it is reasonably possible that the total liability will significantly increase within twelve months of the reporting date.

(10) Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

The Company is a wholly-owned subsidiary of NLIC. NLIC is a wholly-owned subsidiary of Nationwide Financial Services, Inc. (NFS), incorporated in the State of Delaware, which in turn, is a wholly-owned subsidiary of Nationwide Corporation (Nationwide Corp.). Nationwide Corp. is a subsidiary of NMIC and Nationwide Mutual Fire Insurance Company (NMFIC).

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Pursuant to a financial support agreement, NLIC agreed to provide the Company with the minimum capital and surplus required by each state in which the Company does business. This agreement does not constitute NLIC as guarantor of any obligation or indebtedness of the Company or provide any creditor of NLIC with recourse to or against any of the assets of NLIC.

The Company has entered into significant, recurring transactions and agreements with NMIC, other affiliates and subsidiaries as a part of its ongoing operations. These include annuity and life insurance contracts, office space cost sharing arrangements and agreements related to reinsurance, cost sharing, administrative services, marketing, intercompany loans, intercompany repurchases and cash management services. Measures used to determine the allocation among companies includes individual employee estimates of time spent, special cost studies, the number of full-time employees and other methods agreed to by the participating companies.

In addition, Nationwide Services Company, LLC (“NSC”), a subsidiary of NMIC, provides data processing, systems development, hardware and software support, telephone, mail and other services to the Company, based on specified rates for units of service consumed. For the years ended December 31, 2014 and 2013, the Company made payments to NMIC and NSC totaling \$28,162,571 and \$21,343,420, respectively.

The Company has a cost sharing arrangement with NMIC to occupy office space. For the years ended December 31, 2014 and 2013, the Company made payments to NMIC of \$1,691,630 and \$1,252,553 respectively.

Funds of Nationwide Funds Group (“NFG”), an affiliate, are offered to the Company’s customers as investment options in certain of the Company’s products. As of December 31, 2014 and 2013, customer allocations to NFG funds totaled \$786,308,044 and \$744,035,971, respectively. For the years ended December 31, 2014 and 2013, NFG paid the Company \$2,099,494 and \$1,875,413, respectively, for the distribution and servicing of these funds.

The Company also participates in intercompany repurchase agreements with affiliates whereby the seller transfers securities to the buyer at a stated value. Upon demand or after a stated period, the seller repurchases the securities at the original sales price plus interest. As of December 31, 2014 and 2013, the Company had no outstanding borrowings from affiliated entities under such agreements. During 2014 and 2013, the most the Company had outstanding at any given time was \$70,000,000 and \$50,000,000 respectively, and the Company incurred interest expense on inter-company repurchase agreements of \$14,320 and \$6,714 during 2014 and 2013, respectively.

The Company and various affiliates entered into agreements with Nationwide Cash Management Company (NCMC), an affiliate, under which NCMC acts as a common agent in handling the purchase and sale of short-term securities for the respective accounts of the participants. Amounts on deposit with NCMC for the benefit of the Company were \$120,964,394 and \$6,239,979 as of December 31, 2014 and 2013, respectively.

The contractual obligations under the Company’s single premium deferred annuity (“SPDA”) contracts in force and issued before September 1, 1988 are guaranteed by NLIC. Total SPDA contracts affected by this guarantee in force as of December 31, 2014 and 2013 were approximately \$20,586,830 and \$21,935,372, respectively.

On February 8, 2013, the Company received loan payment of \$9,351,331 from Nationwide Realty Investors for the Blacklick Crossing Shopping Center.

On July 26, 2013, the Company received a return of contributed surplus payment of \$4,000,000 from Olentangy.

During 2014, the Company received additional capital contributions of \$290,000,000 from NLIC. On February 13, 2014, the Company received a capital contribution of \$150,000,000 from NLIC and received approval from the Department to record the contribution as a Type I Subsequent Event in its 2013 statutory financial statements.

Prior to June 1, 2013 the Company had a 90% coinsurance agreement with funds withheld with its wholly-owned subsidiary, Olentangy, to cede a block of certain universal life insurance and term life insurance policies. Amounts ceded to Olentangy related to this agreement in 2013 include premiums of \$9,825,232, benefits and claims of \$16,202,340, and net investment earnings on funds withheld assets of \$6,853,173. On June 1, 2013, the Company recaptured this agreement from Olentangy. The resulting recapture payment from Olentangy of \$280,768,268, equal to the funds withheld balance in accordance with the agreement, was recorded as a reduction to the inception-to-date ceded premiums of \$534,461,798 and commissions and expense allowances of \$253,693,530.

On June 28, 2013, the Company entered into a new reinsurance agreement whereby the Company ceded a block of certain universal life and term life insurance policies on an indemnity coinsurance basis with funds withheld and a block of certain term life insurance policies on a yearly renewable term basis. These policies are ceded to a reinsurance pool that includes Olentangy and Union Hamilton Reinsurance Ltd. (UHRL), a Bermuda captive (collectively, “Reinsurance Pool”). The Reinsurance Pool members have joint and several liability under the reinsurance agreement until June 30, 2028 when UHRL exits the Reinsurance Pool and Olentangy becomes solely liable. Olentangy paid the Company \$459,368,881 as settlement of the initial reinsurance transaction on June 28, 2013. The Company recognized \$160,779,109 of this settlement in the statutory statements of operations as commissions and expense allowances on reinsurance ceded, equal to the amount of current federal income tax, with the remaining \$298,589,772 included as an aggregate write-in for gains in surplus, which is amortized into operations in future periods.

Amounts ceded to Olentangy under the new reinsurance agreement during 2014 and 2013 (inclusive of the initial settlement) included premiums of \$124,411,359 and \$1,114,672,529, respectively, benefits and claims of \$56,769,648 and \$24,025,053, respectively and net investment earnings on funds withheld assets of \$35,979,366 and \$16,628,366, respectively. In order for the Company to record a reinsurance reserve credit of \$1,237,593,704 as of December 31, 2014 for the ceded block, the Company is holding assets in funds withheld for the benefit of the Reinsurance Pool with a book adjusted carrying value and fair value of \$707,633,080 and \$772,297,484, respectively. As of December 31, 2013, the book adjusted carrying value and fair value of the funds withheld assets was \$622,174,625 and \$638,028,422, respectively. The Reinsurance Pool has also established a trust account for the benefit of the Company which had a fair value of \$531,970,977 and \$491,709,967 as of December 31, 2014 and 2013, respectively.



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The Company has an intercompany reinsurance agreement with NLIC whereby certain inforce and subsequently issued fixed individual deferred annuity contracts are ceded on a modified coinsurance basis. Under modified coinsurance agreements, the ceding company retains invested assets and investment earnings are paid to the reinsurer. Under terms of the agreement, NLIC bears the investment risk associated with changes in interest rates. Risk of asset default is retained by the Company, and NLIC pays a fee to the Company for the Company's retention of such risk. The agreement will remain inforce until all contract obligations are settled. The ceding of risk does not discharge the original insurer from its primary obligation to the contractholder. The Company believes that the terms of the modified coinsurance agreement are consistent in all material respects with what the Company could have obtained with unaffiliated parties. Amounts ceded to NLIC are included in the Company's statutory statement of operations for 2014 and 2013 and include premiums of \$91,875,643 and \$247,213,847, respectively, net investment income of \$105,919,838 and \$117,661,680, respectively, and benefits, change in reserves and other expenses of \$411,443,626 and \$399,543,078, respectively. The reserve adjustment for 2014 and 2013 of \$(369,036,003) and \$(181,186,279), respectively, represents changes in reserves related to this fixed block of business, offset by investment earnings on the underlying assets. Amounts payable as of December 31, 2014 and 2013 related to this contract were \$9,563,098 and \$6,061,079, respectively. Policy reserves under this agreement totaled \$2,494,788,401 and \$2,757,805,597 as of December 31, 2014 and 2013, respectively.

The Company has an intercompany reinsurance agreement with NLIC whereby certain variable universal life insurance, whole life insurance and universal life insurance policies are ceded on a modified coinsurance basis. Total policy reserves under this treaty were \$45,380,475 and \$47,020,294 as of December 31, 2014 and 2013, respectively. Total premiums ceded under this treaty were \$6,257,486 and \$5,562,241 during 2014 and 2013, respectively.

The Company has an intercompany reinsurance agreement with NLIC whereby a certain life insurance contract is ceded on a 100% coinsurance basis. Policy reserves ceded under this agreement totaled \$152,706,237 and \$149,805,935 as of December 31, 2014 and 2013, respectively.

- (11) Debt
    - A. Capital Notes – Not Applicable.
    - B. Federal Home Loan Bank – Not Applicable
  - (12) Retirement Plans, Deferred Compensation, Post-employment Benefits and Compensated Absences and Other Post-Retirement Benefit Plans
    - A.-D. Defined Benefit Plan - Not Applicable.
    - E. Defined Contribution Plans
- NMIC sponsors a defined contribution retirement savings plan (401(k)) covering substantially all employees. Employees may make salary deferral contributions of up to 80%. Salary deferrals of up to 6% are subject to a 50% Company match. The Company match is funded on a biweekly basis and the expense of such contributions are allocated to the Company based on employee contributions. The Company's allocated expense for contributions was approximately \$1,062,000 and \$1,034,000 for the years ended December 31, 2014 and 2013, respectively. Individuals are subject to a dollar limit on salary deferrals per IRS Section 402(g) (\$17,500 in 2014 and 2013). Other limits also apply. The Company has no legal obligation for benefits under this plan.
- F. Multiemployer Plans - Not Applicable.
  - G. Consolidated/Holding Company Plans

The Company, together with other affiliated companies, participates in a qualified defined benefit pension plan (the Nationwide Retirement Plan or the NRP), several non-qualified defined benefit supplemental executive retirement plans, and postretirement benefit plans (life and health care), all sponsored by NMIC.

The NRP covers all employees of participating employers who have completed at least one year of service and who are at least 21 years of age. Plan assets are invested in a third-party trust and group annuity contracts issued by NLIC. All participants are eligible for benefits based on an account balance feature. Participants hired prior to 2002, who are at least 21 years of age, are eligible for benefits based on the highest average annual salary of a specified number of consecutive years of the last ten years of service (final average pay formula), if such benefits are of greater value than the account balance feature.

Effective January 1, 2010, NMIC eliminated the company-paid early retirement enhancement, which is part of the final average pay formula. This enhancement provided an additional benefit for associates retiring between age 55 and 65. In addition, for participants eligible for the final average pay formula, pay credits under the account balance formula has stopped. Affected associates' benefits cannot be less than the NRP benefit they have accrued as of the date of change.

The Company funds pension costs accrued for direct employees plus an allocation of pension costs accrued for employees of affiliates whose work benefits the Company. In addition, separate non-qualified defined benefit pension plans sponsored by NMIC cover certain executives with at least one year of service. The Company's portion of benefit relating to these plans was \$97,000 and \$351,000 for the years ended December 31, 2014 and 2013, respectively.

In addition to the NRP, the Company and certain affiliated companies participate in life and health care benefit plans sponsored by NMIC for qualifying retirees. Post-retirement life and health care benefits are contributory and generally available to full time employees hired prior to June 1, 2000 (prior to January 1, 1994 for life benefits), who have attained age 55 and have accumulated 15 years of service with the Company. The employee subsidy for the post-retirement death benefit was capped beginning in 2007. Employer subsidies for retiree life insurance ended as of December 31, 2008. No future employer contributions are anticipated for retiree life insurance and settlement accounting was applied during 2008. Post-retirement health care benefit contributions are adjusted annually and contain cost-sharing features such as deductibles and co-insurance. In addition, there are caps on the Company's portion of the per-participant cost of the post-retirement health care benefits. The Company does not receive a Medicare Part D subsidy from the government. The Company's policy is to fund the cost of health care benefits in amounts determined at the discretion of management. Plan assets are invested in a group annuity contract issued by NLIC and a third-party trust.

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Effective December 31, 2009, each employee’s current subsidy percentage was fixed and no additional service for benefits will be credited to the current plan formula. This modification does not impact former associates receiving Nationwide-sponsored medical benefits prior to January 1, 2010. Additionally, effective January 1, 2010, all non-highly compensated employees (NHCE) as defined by Internal Revenue Code 414 become eligible to receive an annual health care credit up to a maximum of \$1,000 per year, not to exceed a maximum lifetime benefit of \$25,000. The contribution will be a match of 33% of the NHCE’s otherwise unmatched savings account or 401(a) contributions. No contributions will be made by NMIC if the employee does not make eligible contributions.

The Company’s portion of benefit relating to these plans was \$234,000 and \$245,000 for the years ended December 31, 2014 and 2013, respectively.

The Company, together with other affiliated companies, also participates in non-qualified deferred compensation arrangements for certain employees and agents. The employer has no legal obligation for benefits under the plans. Expenses are allocated to the Company based on individual participants.

Total Plan liabilities for non-qualified deferred compensation plans were \$278,884,000 and \$264,828,000 on December 31, 2014 and 2013, respectively. Total Plan liabilities for non-qualified defined benefit plans were \$322,302,000 and \$274,877,000 on December 31, 2014 and 2013, respectively. Total expenses related to the non-qualified benefit plans were \$18,319,000 and \$24,094,000 for 2014 and 2013, respectively.

H. Postemployment Benefits and Compensated Absences

The Company has no obligation to current or former employees for benefits after their employment but before their retirement other than for compensation related to earned vacation. The liability for earned but untaken vacation has been accrued.

I. Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17) – Not Applicable.

(13) Capital and Surplus, Shareholders’ Dividend Restrictions and Quasi-Reorganizations

- (1) The Company has 66,000 Class A shares issued, authorized and outstanding as of December 31, 2014.
- (2) The Company has no preferred stock outstanding.
- (3) – (5) The State of Ohio insurance laws require insurers to seek prior regulatory approval to pay a dividend or distribution of cash or other property if the fair market value thereof, together with that of other dividends or distributions made in the preceding twelve months, exceeds the greater of (i) 10% of statutory-basis capital and surplus as of the prior December 31 or (ii) the statutory-basis net income of the insurer for the prior year. During 2014 and 2013, the Company did not pay any dividends to NLIC. The Company’s statutory capital and surplus as of December 31, 2014 was \$690,622,571 and statutory net loss for 2014 was \$122,430,847. Due to the Company’s unassigned deficit as of December 31, 2014, any dividend paid by the Company in 2015 would require regulatory approval.

The State of Ohio insurance laws also require insurers to seek prior regulatory approval for any dividend paid from other than earned capital and surplus. Earned capital and surplus is defined under the State of Ohio insurance laws as the amount equal to the Company’s unassigned funds as set forth in its most recent statutory financial statements, including net unrealized capital gains and losses or revaluation of assets. Additionally, following any dividend, an insurer’s policyholder capital and surplus must be reasonable in relation to the insurer’s outstanding liabilities and adequate for its financial needs.

- (6) Not Applicable.
- (7) Not Applicable.
- (8) The Company does not hold any stock for special purpose.
- (9) The Company does not hold any special surplus funds.
- (10) The portion of unassigned funds (surplus) represented or (reduced) by each item below is as follows:

	12/31/2014	12/31/2013
a. Unrealized gains (losses)	\$ 5,154,493	\$ (1,597,258)

- (11) The Company has no surplus debentures or similar obligations.
- (12) Quasi –Reorganization - Not Applicable.
- (13) Quasi –Reorganization - Not Applicable.

(14) Liabilities, Contingencies and Assessments

A. Contingent Commitments

- (1) As of December 31, 2014, the Company has not guaranteed any obligations which are subject to SSAP No. 5R.

*Commitments*

Commitments to fund fixed rate mortgage loans are agreements to lend to a borrower and are subject to conditions established in the underlying contracts. Commitments generally have fixed expiration dates or other termination clauses and may require payment of a deposit. Commitments extended by the Company are based on management's case-by-case credit evaluation of the borrower and the borrower's loan collateral. The underlying mortgaged property represents the collateral if the commitment is funded. The Company's policy for new mortgage loans is to generally lend no more than 80% of collateral value. Should the commitment be funded, the Company's exposure to credit loss in the event of nonperformance by the borrower is represented by the contractual amounts of these commitments less the net realizable value of the collateral. The contractual amounts also represent the cash requirements for all unfunded commitments.

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As of December 31, 2014, the Company had no unfunded commitments related to its investments in limited partnerships and limited liability companies.

(2) Not Applicable

(3) Not Applicable

B. Assessments

(1) The increase in the number of insurance companies that are under regulatory supervision has resulted, and is expected to continue to result in increased assessments by state guaranty funds to cover losses to policyholders of insolvent or rehabilitated insurance companies. Those mandatory assessments may be partially recovered through a reduction in future premium taxes in certain states. The Company records an estimate of the amounts it expects to be assessed in future periods as a liability. Separately, the Company records an estimated premium tax recoverable. Changes in the estimated future liability and premium tax recoverable are recognized in current period operations.

(2)

a. Assets recognized from paid and accrued premium tax offsets and policy surcharges prior year-end.	\$	635,052
b. Decreases current year:		
Premium tax offsets applied	\$	87,484
c. Increases current year:		
Change in accrued premium tax offsets	\$	445,705
d. Assets recognized from paid and accrued premium tax offsets and policy surcharges current year-end.	\$	<u>993,273</u>

C. Gain Contingencies – Not Applicable.

D. Claims Related Extra Contractual Obligation on Bad Faith Losses Stemming from Lawsuits – None.

E. Joint and Several Liabilities – Not Applicable

F. All Other Contingencies

*Legal and Regulatory Matters*

The Company is a subject to legal and regulatory proceedings in the ordinary course of its business. The Company’s legal and regulatory matters include proceedings specific to the Company and other proceedings generally applicable to business practices in the industries in which the Company operates. These matters are subject to many uncertainties, and given their complexity and scope, their outcomes cannot be predicted. Regulatory proceedings also could affect the outcome of one or more of the Company’s litigations matters. Furthermore, it is often not possible to determine the ultimate outcomes of the pending regulatory investigations and legal proceedings or to provide reasonable ranges of potential losses with any degree of certainty. Some matters are in very preliminary stages, and the Company does not have sufficient information to make an assessment of the plaintiffs’ claims for liability or damages. In some of the cases seeking to be certified as class actions, the court has not yet decided whether a class will be certified or (in the event of certification) the size of the class and class period. In many of the cases, the plaintiffs are seeking undefined amounts of damages or other relief, including punitive damages and equitable remedies, which are difficult to quantify and cannot be defined based on the information currently available. The Company believes, however, that based on currently known information, the ultimate outcome of all pending legal and regulatory matters is not likely to have a material adverse effect on the Company’s financial position. Nonetheless, given the large or indeterminate amounts sought in certain of these matters and the inherent unpredictability of litigation, it is possible that such outcomes could materially affect the Company’s financial position or results of operations in a particular quarter or annual period.

The various businesses conducted by the Company are subject to oversight by numerous federal and state regulatory entities, including but not limited to the Securities and Exchange Commission, the Financial Industry Regulatory Authority, the Department of Labor, the Internal Revenue Service (IRS) and state insurance authorities. Such regulatory entities may, in the normal course, be engaged in general or targeted inquiries, examinations and investigations of the Company and/or its affiliates. The financial services industry has been the subject of increasing scrutiny in connection with a broad spectrum of regulatory issues; with respect to all such scrutiny directed at the Company and/or its affiliates, the Company is cooperating with regulators. The Company will cooperate with NMIC insofar as any inquiry, examination or investigation encompasses NMIC’s operations.

*Tax Matters*

The Company’s federal income tax returns are routinely audited by the IRS. The Company provides for federal income taxes based on amounts the Company believes it ultimately will owe. Inherent in the provision for federal income taxes are estimates regarding the deductibility of certain items and the realization of certain tax credits. In the event the ultimate deductibility of certain items or the realization of certain tax credits differs from estimates, the Company may be required to change the provision for federal income taxes recorded in the statutory financial statements, which could be significant. Management has used best estimates to establish reserves for uncertain tax positions based on current facts and circumstances regarding tax exposure items where the ultimate deductibility is open to interpretation. Management believes its tax reserves reasonably provide for potential assessments that may result from IRS examinations and other tax-related matters for all open tax years.

Indemnifications

In the normal course of business, the Company provides standard indemnifications to contractual counterparties. The types of indemnifications typically provided include breaches of representations and warranties, taxes and certain other liabilities, such as third party lawsuits. The indemnification clauses are often standard contractual terms and are entered into in the normal course of business based on an assessment that the risk of loss would be remote. The terms of the indemnifications vary in duration and nature. In many cases, the maximum obligation is not explicitly stated, and the contingencies triggering the obligation to indemnify have not occurred and are not expected to occur. Consequently, the maximum amount of the obligation under such indemnifications is not determinable. Historically, the Company has not made any material payments pursuant to these obligations.

(15) Leases

The Company does not have any material lease obligations at this time.

(16) Information about Financial Instruments with Off Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk

(1) The table below summarizes the face amount of the Company’s financial instruments with off balance sheet risk.

Description	Assets		Liabilities	
	2014 Notional	2013 Notional	2014 Notional	2013 Notional
a. Swaps	\$ -	\$ 3,000,000	\$ 43,347,500	\$ -
b. Futures	\$ 60,750	\$ 57,380	\$ 1,060	\$ -
c. Options	\$ 211,899,794	\$ -	\$ -	\$ -
Total	\$ 211,960,544	\$ 3,057,380	\$ 43,348,560	\$ -

- (2) Notional amounts of derivative financial instruments significantly exceed the credit risk associated with these instruments and represent contractual balances on which calculations of amounts to be exchanged are based. Credit exposure is limited to the sum of the aggregate fair value of positions that have become favorable to the Company, including accrued interest receivable due from counterparties, net of collateral received.
- (3) Potential credit losses from derivative counterparties are minimized through careful evaluation of counterparty credit standing, selection of counterparties from a limited group of high quality institutions, collateral agreements and other contract provisions.
- (4) Collateral requirements for over-the-counter derivative instruments are controlled by the International Swap Dealers Association and Credit Support Annex documents that are negotiated with each counterparty. Generally, these documents outline each party’s rights and obligations for receiving and posting collateral. These documents address such issues as calculating collateral due/owed, delivery and return of collateral, uses and substitution for collateral, distributions and interest rights and remedies for both parties, credit thresholds and eligible collateral (typically cash, debt obligations issued by the United States Treasury, or obligations issued by government agencies). The Company monitors their collateral position on a daily basis, adjusting positions as necessary, and in accordance with the terms of these agreements.

(17) Sale, Transfer, and Servicing of Financial Assets and Extinguishment of Liabilities

- A. Transfers of Receivables Reported as Sales - Not Applicable.
- B. Transfer and Servicing of Financial Assets

(1) The Company has entered into a securities lending agreement with an agent bank whereby eligible securities may be loaned to third parties, primarily major brokerage firms. These transactions are used to generate additional income on the securities portfolio. Loaned securities continue to be reported as invested assets and the Company is entitled to receive any payments of interest or dividends paid on loaned securities. The agreement requires a minimum of 102% of the fair value of loaned securities to be held as collateral. Cash collateral received from borrowers is reflected as a “Payable for securities lending” on the “Statement of Liabilities, Surplus and Other Funds” while non-cash collateral is recorded off-balance sheet. Cash collateral received is reinvested by the agent bank in accordance with the Company’s authorized investment policy and included in “Securities lending reinvested collateral assets” in the “Statement of Assets”. If the fair value of the reinvested collateral assets is less than the fair value of the securities loaned, the shortfall is non-admitted. Because the borrower or the Company may terminate a securities lending transaction at any time, if loans are terminated in advance of the reinvested collateral asset maturities, the Company would repay its securities lending obligation from operating cash flows or the proceeds of sales from its investment portfolio, which includes significant liquid securities.

The fair value of loaned securities was \$47,238,653 as of December 31, 2014. The Company does not hold any non-cash collateral for loaned securities as of December 31, 2014.

Reinvested collateral assets reported on Schedule DL are excluded from other statutory schedules and disclosures.

See Note 5 E. for additional information concerning securities lending.

- (2) No servicing assets or liabilities were recognized during the period.
- (3) No servicing assets or liabilities were recognized during the period.
- (4) There were no assets securitized during the period.
- (5) There were no transfers of financial assets accounted for as a secured borrowing.
- (6) There were no transfers of receivables with recourse.

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- (7) a. As part of the Company’s securities lending program a reverse repurchase agreement was entered into on December 31, 2014 that matures on January 2, 2015. The underlying assets are US Government & Government Agency securities with a market value of \$64,430,689 as of December 31, 2014.
- b. There were no open repurchase agreements as of December 31, 2014.
- c. Not Applicable.
- d. Not Applicable.
- C. Wash Sales – None.
- (18) Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans  
Not Applicable.
- (19) Direct Premium Written/Produced by Managing General Agents/Third Party Administrators  
Not Applicable.
- (20) Fair Value Measurements

A. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements are based upon observable and unobservable inputs. Observable inputs reflect market data obtained from independent sources while unobservable inputs reflect the Company’s view of market assumptions in the absence of observable market information. The Company utilizes valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs. In determining fair value, the Company uses various methods, primarily market and income approaches.

The Company categorizes its assets and liabilities into a three-level hierarchy based on the priority of the inputs to the valuation technique. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure fair value fall within different levels of the hierarchy, the category level is based on the lowest priority level input that is significant to the fair value measurement of the instrument in its entirety.

The Company categorizes the fair value of assets and liabilities as follows:

*Level 1.* Unadjusted quoted prices accessible in active markets for identical assets or liabilities at the measurement date and mutual funds where the value per share (unit) is determined and published daily and is the basis for current transactions.

*Level 2.* Unadjusted quoted prices for similar assets or liabilities in active markets or inputs (other than quoted prices) that are observable or that are derived principally from or corroborated by observable market data through correlation or other means. Primary inputs to this valuation technique may include comparative trades, bid/asks, interest rate movements, U.S. Treasury rates, U.S. LIBOR, prime rates, cash flows, maturity dates, call ability, estimated prepayments and/or underlying collateral values.

*Level 3.* Prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement. Inputs reflect management’s best estimate about the assumptions market participants would use at the measurement date in pricing the asset or liability. Consideration is given to the risk inherent in both the method of valuation and the valuation inputs. Primary inputs to this valuation technique include broker quotes and comparative trades.

The Company reviews its fair value hierarchy classifications for financial assets and liabilities quarterly. Changes in observability of significant valuation inputs identified during these reviews may trigger reclassifications. Reclassifications are reported as transfers at the beginning of the period in which the change occurs.

To determine the fair value of bonds and stocks for which market quotations are available, independent pricing services are most often utilized. For these bonds and stocks, the Company obtains the pricing services’ methodologies, inputs and assumptions and classifies the investments accordingly in the fair value hierarchy.

A corporate pricing matrix or an internally developed pricing model is used in valuing certain bonds. The corporate pricing matrix is developed using private spreads for bonds with varying weighted average lives and credit quality ratings. The weighted average life and credit quality rating of a particular bond to be priced using the corporate pricing matrix are important inputs into the model and are used to determine a corresponding spread that is added to the appropriate U.S. Treasury yield to create an estimated market yield for that bond. The estimated market yield and other relevant factors are then used to estimate the fair value of the particular bond.

Non-binding broker quotes are also utilized to determine the fair value of certain bonds when quotes are not available from independent pricing services, corporate pricing matrix or internal pricing models. These bonds are classified accordingly in the fair value hierarchy as only one broker quote is ordinarily obtained, the investment is not traded on an exchange, the pricing is not available to other entities and/or the transaction volume in the same or similar investments has decreased. Inputs used in the development of prices are not provided to the Company by the brokers as the brokers often do not provide the necessary transparency into their quotes and methodologies. Broker quotes are subject to validation of price movements that require approval from the Company’s management. Management uses its knowledge of the investment and current market conditions to determine if the price is indicative of the investment’s fair value.

Fair value of derivative instruments is determined using various valuation techniques relying predominately on observable market inputs. These inputs include interest rate swap curves, credit spreads, interest rates, counterparty credit risk, equity volatility and equity index levels. In cases where observable inputs are not available, the Company will utilize non-binding broker quotes to determine fair value and these instruments are classified accordingly in the fair value hierarchy.

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The following table summarizes assets and liabilities measured at fair value as of December 31, 2014:

	As of December 31, 2014			
	Level 1	Level 2	Level 3	Total
Assets at fair value				
Bonds:				
Industrial & miscellaneous	\$ -	\$ 119,247	\$ 54,803	\$ 174,050
Total bonds	\$ -	\$ 119,247	\$ 54,803	\$ 174,050
Common stocks	\$ -	\$ -	\$ -	\$ -
Derivative assets	-	-	16,967,740	16,967,740
Separate account assets <sup>1</sup>	1,356,577,311	-	-	1,356,577,311
Total assets at fair value	\$ 1,356,577,311	\$ 119,247	\$ 17,022,543	\$ 1,373,719,101

<sup>1</sup>The value of separate account liabilities is set to equal the fair value of separate account assets.

The following table presents the rollforward of Level 3 financial assets and liabilities held at fair value during the year ended December 31, 2014:

	Balance as of December 31, 2013	Transfers into Level 3	Transfers Out of Level 3	Total gains and (losses) included in Net Income	Total gains and (losses) included in Surplus	Purchases	Issuances	Sales	Settlements	Balance as of December 31, 2014
Assets at fair value										
Bonds:										
Industrial & miscellaneous	\$ 13,967	\$ -	\$ -	\$ -	\$ (14,076)	\$ 54,912	\$ -	\$ -	\$ -	\$ 54,803
Total bonds	\$ 13,967	\$ -	\$ -	\$ -	\$ (14,076)	\$ 54,912	\$ -	\$ -	\$ -	\$ 54,803
Common stocks	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Derivative assets	-	-	-	7,545,906	-	9,421,834	-	-	-	16,967,740
Total assets at fair value	\$ 13,967	\$ -	\$ -	\$ 7,545,906	\$ (14,076)	\$ 9,476,745	\$ -	\$ -	\$ -	\$ 17,022,543

B. & C. The following table summarizes aggregate carrying value and fair value, by level, for all financial assets and liabilities, excluding assets and liabilities reported at fair value, as of December 31, 2014:

	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
Assets:						
Bonds	\$ 5,602,229,948	\$ 5,295,299,500	\$ 103,203,431	\$ 5,404,283,609	\$ 94,742,908	\$ -
Common stocks	-	-	-	-	-	-
Mortgage loans	717,425,169	697,147,775	-	-	717,425,169	-
Short-term investments	120,964,394	120,964,394	-	120,964,394	-	-
Derivative assets	-	1,004,500	-	-	-	-
Policy loans	42,700,033	42,700,033	-	-	42,700,033	-
Securities lending collateral assets	48,454,565	48,454,565	-	48,454,565	-	-
Total assets	\$ 6,531,774,109	\$ 6,205,570,767	\$ 103,203,431	\$ 5,573,702,568	\$ 854,868,110	\$ -
Liabilities:						
Investment contracts	\$ 2,865,840,053	\$ 3,037,113,587	\$ -	\$ -	\$ 2,865,840,053	\$ -
Derivative liabilities	15,783	-	-	15,783	-	-
Total Liabilities	\$ 2,865,855,836	\$ 3,037,113,587	\$ -	\$ 15,783	\$ 2,865,840,053	\$ -

D. Not Practicable to Estimate Fair Value – Not applicable.

(21) Other Items

A. Extraordinary Items – None.

B. Troubled Debt Restructuring: Debtors – None.

C. Other Changes and Unusual Items

As of December 31, 2014, the Company has commitments for unsettled purchases of private placement securities, including bank loans, of \$58,343,000.

As of December 31, 2014 the Company had posted cash collateral of \$5,766,177 to counterparties and held cash collateral of \$17,952,000 for open derivatives contracts. Cash collateral posted to counterparties is recorded as a receivable asset on Page 2 while cash collateral received and held is recorded as a payable liability on Page 3. Cash collateral received is invested in short-term investments and bonds. The Company held no material securities as off-balance sheet collateral pledged by derivative counterparties as of December 31, 2014.

D. Business Interruption Insurance Recoveries - Not Applicable.

E. State Transferable and Non-transferrable Tax Credits – None.

F. Subprime Mortgage Related Risk Exposure

(1) The Company evaluates many characteristics when classifying collateral as subprime, including the credit quality of the borrower as defined by Fair Isaac Credit Organization (FICO) scores, as well as other factors, such as loan-to-value ratios and type of real estate.

(2) The company has no direct exposure through investments in subprime mortgage loans.

(3) Direct exposure through other investments:

	Actual Cost	Book/Adjusted Carrying Value (excluding interest)	Fair Value	Other Than Temporary Impairment Losses Recognized
a. Residential mortgage-backed securities	\$ 64,252,342	\$ 66,797,946	\$ 67,798,377	\$ 5,737,623
b. Commercial mortgage-backed securities	-	-	-	-
c. Collateralized debt obligations	-	-	-	-
d. Structured securities	-	-	-	-
e. Equity investment in SCAs	-	-	-	-
f. Other assets	-	-	-	-
g. Total	\$ 64,252,342	\$ 66,797,946	\$ 67,798,377	\$ 5,737,623

(4) The company has no exposure to subprime mortgage risk through Mortgage Guaranty or Financial Guaranty insurance coverage.

G. Retained Assets

The Company does not retain beneficiary assets. During a death benefit claim, the beneficiary has the option to receive an interest bearing deposit account with an affiliated banking institution, Nationwide Bank. In the case that the interest-bearing deposit account is selected by the beneficiary, the deposits are Federal Deposit Insurance Corporation insured and the Company has disposed of its policyholder liabilities and related assets. Interest earned by the beneficiary is consistent with interest earned on all other Nationwide Bank interest-bearing checking account deposits. While receipt of a deposit account with Nationwide Bank is an option available to the beneficiary during settlement of a death claim, the default death benefit settlement method is payment to the beneficiary in the form of a check.

(22) Events Subsequent

Type I – Recognized Subsequent Events:

Subsequent events have been considered through February 25, 2015 for the statutory statement issued on February 27, 2015.

There were no Type I material events occurring subsequent to the end of the year that merited recognition or disclosure in these statements that have not already been reflected as required.

Type II – Nonrecognized Subsequent Events:

Subsequent events have been considered through February 25, 2015 for the statutory statement issued on February 27, 2015.

There were no Type II material events occurring subsequent to the end of the year that merited recognition or disclosure in these statements that have not already been reflected as required.

(23) Reinsurance

A. Ceded Reinsurance Report

Section 1 - General Interrogatories

1. Are any of the reinsurers, listed in Schedule S as non-affiliated, owned in excess of 10% or controlled, either directly or indirectly, by the Company or by any representative, officer, trustee, or director of the Company?

Yes ( ) No (X)

If yes, give full details.

2. Have any policies issued by the Company been reinsured with a company chartered in a country other than the United States (excluding U.S. Branches of such companies) that is owned in excess of 10% or controlled directly or indirectly by an insured, a beneficiary, a creditor or an insured or any other person not primarily engaged in the insurance business?

Yes ( ) No (X)

If yes, give full details.

Section 2 - Ceded reinsurance Report-Part A

1. Does the Company have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment or premium or other similar credits?

Yes ( ) No (X)

## ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

- a. If yes, what is the estimated amount of the aggregate reduction in surplus of a unilateral cancellation by the reinsurer as of the date of this statement, for those agreements in which cancellation results in a net obligation of the Company to the reinsurer, and for which such obligation is not presently accrued? Where necessary, the Company may consider the current or anticipated experience of the business reinsured in making this estimate.

N/A

- b. What is the total amount of reinsurance credits taken, whether as an asset or as a reduction of liability, for these agreements in the income statement?

N/A

2. Does the Company have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts that, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under the reinsured policies?

Yes ( ) No (X)

If yes, give full details.

## Section 3 - Ceded Reinsurance Report-Part B

1. What is the estimated amount of the aggregate reduction in surplus (for agreements other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of premium or other similar credits that are reflected in Section 2, above) of termination of ALL reinsurance agreements, by either party as of the date of this statement? Where necessary, the Company may consider the current or anticipated experience of the business reinsured in making this estimate.

The estimated impact of termination of all ceded reinsurance, if any, to the Company's statutory surplus has not been determined at this time.

2. Have any new agreements been executed or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts that were in force or which had existing reserves established by the Company as of the effective date of the agreement?

Yes ( ) No (X)

If yes, what is the amount of reinsurance credits, whether an asset or a reduction of liability, taken for such new agreements or amendments?

- B. Uncollectible Reinsurance – None.
- C. Commutation of Ceded Reinsurance - Not Applicable.
- D. Certified Reinsurer Downgrade or Status Subject to Revocation – Not Applicable.

- (24) Retrospectively Rated Contracts & Contracts Subject to Redetermination

- A. Not Applicable.
- B. Not Applicable.
- C. Not Applicable.
- D. Medical loss ratio rebates required pursuant to the Public Health Service Act – None.
- E. Risk Sharing Provisions of the Affordable Care Act – None.

- (25) Change in Incurred Losses and Loss Adjustment Expenses - Not Applicable.

- (26) Intercompany Pooling Arrangements - Not Applicable.

- (27) Structured Settlements - Not Applicable.

- (28) Health Care Receivables - Not Applicable.

- (29) Participating Policies

For the year ended 2014, the relative percentage of individual and group participating life insurance policies was 0.05% of the total individual and group life insurance in-force. The Company accounts for its policyholder dividends based upon guidance from SSAP No. 51, Life Contracts.

- (30) Premium Deficiency Reserves

- |   |   |                             |
|---|---|-----------------------------|
| 1. Liability carried for premium deficiency reserves              | \$                                      | -                           |
| 2. Date of the most recent evaluation of this liability           |   | 12/31/2014                  |
| 3. Was anticipated investment income utilized in the calculation? | <input checked="" type="checkbox"/> Yes | <input type="checkbox"/> No |

- (31) Reserves for Life Contracts and Deposit-Type Contracts

- (1) The Company waives deduction of deferred fractional premiums upon death of the insured. The Company returns any portion of final premium paid beyond the month of death for all policies.



ANNUAL STATEMENT FOR THE YEAR 2014 OF THE  NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

- (2) The same percentage that is applied to the gross premiums for determining the rate charged the substandard risk, is also applied to the rates in the statutory mortality table at all durations. For example, a life issued at table B, which would normally use 80CSO, would actually use 80CSO with all rates grossed up 50%.
- (3) As of December 31, 2014, the Company had \$15,083,044,946 of insurance in force for which the gross premiums are less than the net premiums according to the standard valuation set by the State of Ohio. Reserves to cover the above insurance totaled the gross amount of \$264,939,042 at year-end and are reported in Exhibit 5, Miscellaneous Reserves.
- (4) The Tabular Interest (Page 7, Part A, Line 4), The Tabular Less Actual Reserve Released (Page 7, Part A, Line 5), and the Tabular Cost (Page 7, Part A, Line 9) have been determined by formulas described in the instructions for Page 7.
- (5) The Tabular Interest on Funds not involving life contingencies is calculated using the actual accrued interest on such funds.
- (6) There are no other reserve changes for the current year.

(32) Analysis of Annuity Actuarial Reserves and Deposit Type Liabilities by Withdrawal Characteristics

	(1) General Account	(2a) Separate Account with Guarantees	(2b) Separate Account Non-guaranteed	(3) Total	% of Total
A. Subject to discretionary withdrawal:					
(1) With fair value adjustment	\$ 8,968,679	\$ -	\$ -	\$ 8,968,679	0.24%
(2) At book value less current surrender charge of 5% or more	818,373,339	-	-	818,373,339	22.31%
(3) At fair value	6,355,559	-	534,906,010	541,261,569	14.76%
(4) Total with adjustment or at fair value (Total of 1 through 3)	833,697,577	-	534,906,010	1,368,603,587	37.31%
(5) At book value without adjustment (Minimal or no charge or adjustment)	2,262,085,062	-	-	2,262,085,062	61.67%
	-	-	-	-	0.00%
B. Not subject to discretionary withdrawal	36,139,417	-	1,134,192	37,273,609	1.02%
C. Total (gross)	3,131,922,055	-	536,040,202	3,667,962,257	100.00%
D. Reinsurance ceded	144,028,320	-	-	144,028,320	
E. Total (net)* (C-D)	\$ 2,987,893,735	\$ -	\$ 536,040,202	\$ 3,523,933,937	

\* Reconciliation of total annuity actuarial reserves and deposit fund liabilities

F. Life & Accident & Health Annual Statement	2014
(1) Exhibit 5, Annuities Section, Total (net)	\$ 2,962,527,221
(2) Exhibit 5, Supplementary Contracts with Life Contingencies Section, Total (net)	7,875,618
(3) Exhibit of Deposit-Type Contracts, Line 14, Column 1	17,490,896
(4) Subtotal	2,987,893,735
Separate Accounts Annual Statement	
(5) Exhibit 3, Line 0299999, Column 2	\$ 535,617,195
(6) Exhibit 3, Line 0399999, Column 2	-
(7) Policyholder dividend and coupon accumulations	-
(8) Policyholder premiums	-
(9) Guaranteed interest contracts	-
(10) Other contract deposit funds	423,007
(11) Subtotal	536,040,202
(12) Total annuity actuarial reserves and deposit fund liabilities	\$ 3,523,933,937

G. Federal Home Loan Bank Agreements – Not Applicable.

(33) Premium and Annuity Considerations Deferred and Uncollected

A. Deferred and uncollected life insurance premiums and annuity considerations as of December 31, 2014 were as follows:

Type	Gross	Net of Loading
(1) Industrial	\$ -	\$ -
(2) Ordinary New Business	10,350,491	2,130,348
(3) Ordinary Renewal	31,284,837	23,231,653
(4) Credit Life	-	-
(5) Group Life	-	-
(6) Group Annuity	-	-
(7) Total	\$ 41,635,327	\$ 25,362,001

(34) Separate Accounts

A. Separate Account Activity

- (1) The Company utilized separate accounts to record and account for assets and liabilities in its variable individual annuities and variable life insurance product lines.
- (2) As of December 31, 2014 and 2013 the Company’s separate account statement included legally insulated assets of \$1,356,577,311 and \$1,335,819,934, respectively. The assets legally insulated from the general account as of December 31, 2014, attributed to the following product lines:

Product/Transaction	Legally Insulated Assets	Separate Account Assets (Not Legally Insulated)
Individual Annuities	\$ 536,324,721	\$ -
Life Insurance	820,252,590	-
Total	\$ 1,356,577,311	\$ -

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

(3) In accordance with the products/transactions recorded within the separate account, some separate account liabilities are guaranteed by the general account. (In accordance with the guarantees provided, if the investment proceeds are insufficient to cover the rate of return guaranteed for the product, the policyholder proceeds will be remitted by the general account.) As of December 31, 2014, the Company’s general account had a maximum guarantee for separate account liabilities of \$8,878,713 (\$9,642,013 as of December 31, 2013). To compensate the general account for the risk taken during 2014, the separate account paid risk charges of \$535,215 (\$556,886 during 2013). During 2014, the general account of the Company had paid \$199,326 (\$91,232 during 2013) toward separate account guarantees. To compensate the general account for the risk taken, the separate account has paid risk charges as follows for the past five (5) years:

a.	2014	\$	535,215
b.	2013	\$	556,886
c.	2012	\$	593,117
d.	2011	\$	750,296
e.	2010	\$	827,569

(4) The Company does not engage in securities lending transactions within its separate accounts.

B. General Nature and Characteristics of Separate Accounts Business

Most separate accounts held by the Company relate to individual and group variable annuity and variable universal life insurance contracts of a non-guaranteed return nature. The net investment experience of the separate accounts is credited directly to the contract holder and can be positive or negative. The individual variable annuity contracts generally provide an incidental death benefit of the greater of account value or premium paid (net of prior withdrawals). However, many individual variable annuity contracts also provide death benefits equal to (i) the most recent fifth-year anniversary account value, (ii) the highest account value on any previous anniversary, (iii) premiums paid increased 5% or certain combinations of these, all adjusted for prior withdrawals. The death benefit and cash value under the variable universal life policies may vary with the investment performance of the underlying investments in the separate accounts. The assets and liabilities of these separate accounts are carried at fair value. This business has been included in Column 4.

Information regarding the Separate Accounts of the Company is as follows:

	Index	Nonindexed Guaranteee Less than/equal to 4%	Nonindexed Guaranteee More than 4%	Nonguaranteed Separate Accounts	Total
(1) Premiums, considerations or deposits for year ended 12/31/14	\$ -	\$ -	\$ -	\$ 128,311,158	\$ 128,311,158
Reserves at 12/31/14					
(2) For accounts with assets at:					
a. Fair value	\$ -	\$ -	\$ -	\$ 1,253,146,144	\$ 1,253,146,144
b. Amortized cost	-	-	-	-	-
c. Total Reserves*	\$ -	\$ -	\$ -	\$ 1,253,146,144	\$ 1,253,146,144
(3) By withdrawal characteristics:					
a. Subject to discretionary withdrawal	\$ -	\$ -	\$ -	\$ -	\$ -
b. With FV adjustment	-	-	-	-	-
c. At book value without FV adjustment and with current surrender charge of 5% or more	-	-	-	-	-
d. At fair value	-	-	-	1,252,011,952	1,252,011,952
e. At book value without FV adjustment and with current surrender charge less than 5%	-	-	-	-	-
f. Subtotal	-	-	-	1,252,011,952	1,252,011,952
g. Not subject to discretionary withdrawal	-	-	-	1,134,192	1,134,192
h. Total	\$ -	\$ -	\$ -	\$ 1,253,146,144	\$ 1,253,146,144

(4) Not Applicable.

C Reconciliation of Net Transfers To or From Separate Accounts

(1) Transfers as reported in the Summary of Operations of the Separate Accounts Statement:	
a. Transfers to Separate Accounts (Page 4, Line 1.4)	\$ 128,745,304
b. Transfers from Separate Accounts (Page 4, Line 10)	(138,668,282)
c. Net transfers to (from) Separate Accounts (a) - (b)	(9,922,978)
(2) Reconciling Adjustment	
a. Exchange accounts offsetting in the general account	5,838,859
b. Gain(loss) not reported in General Account transfers	58,147
(3) Transfers as reported in the Summary of Operations of the Life, Accident & Health Annual Statement (1c) + (2) = (Page 4, Line 26)	\$ (4,025,972)

(35) Loss/Claim Adjustment Expenses

The Company no longer issues any health policies and due to the small size of the Company’s health insurance business, the Company no longer holds any liabilities for claim adjustment expenses for the health business.

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1

Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? .....  
If yes, complete Schedule Y, Parts 1, 1A and 2

Yes [ X ] No [ ]

1.2

If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? .....

Yes [ X ] No [ ] N/A [ ]

1.3

State Regulating? .....

Ohio

2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? .....

Yes [ ] No [ X ]

2.2

If yes, date of change: .....

3.1

State as of what date the latest financial examination of the reporting entity was made or is being made. ....

12/31/2011

3.2

State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. ....

12/31/2011

3.3

State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). ....

04/02/2013

3.4

By what department or departments?  
Ohio .....

3.5

Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? .....

Yes [ ] No [ ] N/A [ X ]

3.6

Have all of the recommendations within the latest financial examination report been complied with? .....

Yes [ ] No [ ] N/A [ X ]

4.1

During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:  
4.11 sales of new business? .....  
4.12 renewals? .....

Yes [ ] No [ X ]  
Yes [ ] No [ X ]

4.2

During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:  
4.21 sales of new business? .....  
4.22 renewals? .....

Yes [ ] No [ X ]  
Yes [ ] No [ X ]

5.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? .....

Yes [ ] No [ X ]

5.2

If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1	2	3
Name of Entity	NAIC Company Code	State of Domicile

6.1

Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? .....

Yes [ ] No [ X ]

6.2

If yes, give full information: .....

7.1

Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? .....

Yes [ ] No [ X ]

7.2

If yes,  
7.21 State the percentage of foreign control; ..... %  
7.22 State the nationality(s) of the foreign person(s) or entity(s) or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact; and identify the type of entity(s) (e.g., individual, corporation or government, manager or attorney in fact).

1	2
Nationality	Type of Entity

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

GENERAL INTERROGATORIES

- 8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes [ ] No [ X ]
- 8.2

If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3

Is the company affiliated with one or more banks, thrifts or securities firms?

Yes [ X ] No [ ]
- 8.4

If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1	2	3	4	5	6
Affiliate Name	Location (City, State)	FRB	OCC	FDIC	SEC
Nationwide Bank	Columbus, OH	NO	YES	NO	NO
Nationwide Mutual Insurance Company	Columbus, OH	YES	NO	NO	NO
Nationwide Mutual Fire Insurance Company	Columbus, OH	YES	NO	NO	NO
Nationwide Corporation	Columbus, OH	YES	NO	NO	NO
Nationwide Financial Services, Inc.	Columbus, OH	YES	NO	NO	NO
Nationwide Investment Services Corp	Columbus, OH	NO	NO	NO	YES
Nationwide Investment Advisors, LLC	Columbus, OH	NO	NO	NO	YES
Nationwide Securities, LLC	Dublin, OH	NO	NO	NO	YES
Nationwide Fund Advisors	King of Prussia, PA	NO	NO	NO	YES
Nationwide Fund Distributors, LLC	King of Prussia, PA	NO	NO	NO	YES
Nationwide Asset Management, LLC	Columbus, OH	NO	NO	NO	YES

9.

What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?

KPMG LLP, 191 W Nationwide Blvd., Columbus, OH 43215
- 10.1

Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation?

Yes [ ] No [ X ]
- 10.2

If the response to 10.1 is yes, provide information related to this exemption:
- 10.3

Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 17A of the Model Regulation, or substantially similar state law or regulation?

Yes [ ] No [ X ]
- 10.4

If the response to 10.3 is yes, provide information related to this exemption:
- 10.5

Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws?

Yes [ X ] No [ ] N/A [ ]
- 10.6

If the response to 10.5 is no or n/a, please explain
11.

What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?

James P. Cleary, Vice President and Appointed Actuary, One Nationwide Plaza, Columbus, OH 43215
- 12.1

Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly?

Yes [ ] No [ X ]
- 12.11

Name of real estate holding company
- 12.12

Number of parcels involved
- 12.13

Total book/adjusted carrying value

\$
- 12.2

If, yes provide explanation:
13.

FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
- 13.1

What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
- 13.2

Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located?

Yes [ ] No [ ]
- 13.3

Have there been any changes made to any of the trust indentures during the year?

Yes [ ] No [ ]
- 13.4

If answer to (13.3) is yes, has the domiciliary or entry state approved the changes?

Yes [ ] No [ ] N/A [ ]
- 14.1

Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?

Yes [ X ] No [ ]
- (a)

Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- (b)

Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- (c)

Compliance with applicable governmental laws, rules and regulations;
- (d)

The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- (e)

Accountability for adherence to the code.
- 14.11

If the response to 14.1 is No, please explain:
- 14.2

Has the code of ethics for senior managers been amended?

Yes [ ] No [ X ]
- 14.21

If the response to 14.2 is yes, provide information related to amendment(s).
- 14.3

Have any provisions of the code of ethics been waived for any of the specified officers?

Yes [ ] No [ X ]
- 14.31

If the response to 14.3 is yes, provide the nature of any waiver(s).

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

**GENERAL INTERROGATORIES**

- |      |  |                  |
|------|--|------------------|
| 15.1 | Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List?   | Yes [ ] No [ X ] |
| 15.2 | If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered. |                  |

1 American Bankers Association (ABA) Routing Number	2 Issuing or Confirming Bank Name	3 Circumstances That Can Trigger the Letter of Credit	4 Amount
--	--------------------------------------	--	-------------

## BOARD OF DIRECTORS

- |     |  |   |                                 |
|-----|--|---|---------------------------------|
| 16. | Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? .....  | Yes [ <input checked="" type="checkbox"/> ] | No [ <input type="checkbox"/> ] |
| 17. | Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof? .....  | Yes [ <input checked="" type="checkbox"/> ] | No [ <input type="checkbox"/> ] |
| 18. | Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict with the official duties of such person? ..... | Yes [ <input checked="" type="checkbox"/> ] | No [ <input type="checkbox"/> ] |

## FINANCIAL

- |      |  |   |   |  |
|------|--|---|---|--|
| 19.  | Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? .....                              |   | Yes [ <input type="checkbox"/> ]            | No [ <input checked="" type="checkbox"/> ] |
| 20.1 | Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):   | 20.11 To directors or other officers.....               | \$ .....                                    |  |
|      |  | 20.12 To stockholders not officers.....                 | \$ .....                                    |  |
|      |  | 20.13 Trustees, supreme or grand (Fraternal Only) ..... | \$ .....                                    |  |
| 20.2 | Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):  | 20.21 To directors or other officers.....               | \$ .....                                    |  |
|      |  | 20.22 To stockholders not officers.....                 | \$ .....                                    |  |
|      |  | 20.23 Trustees, supreme or grand (Fraternal Only) ..... | \$ .....                                    |  |
| 21.1 | Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? ..... |   | Yes [ <input type="checkbox"/> ]            | No [ <input checked="" type="checkbox"/> ] |
| 21.2 | If yes, state the amount thereof at December 31 of the current year:   | 21.21 Rented from others.....                           | \$ .....                                    |  |
|      |  | 21.22 Borrowed from others.....                         | \$ .....                                    |  |
|      |  | 21.23 Leased from others .....                          | \$ .....                                    |  |
|      |  | 21.24 Other .....                                       | \$ .....                                    |  |
| 22.1 | Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? .....                   |   | Yes [ <input type="checkbox"/> ]            | No [ <input checked="" type="checkbox"/> ] |
| 22.2 | If answer is yes:  | 22.21 Amount paid as losses or risk adjustment \$ ..... |   |  |
|      |  | 22.22 Amount paid as expenses .....                     | \$ .....                                    |  |
|      |  | 22.23 Other amounts paid .....                          | \$ .....                                    |  |
| 23.1 | Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? .....  |   | Yes [ <input checked="" type="checkbox"/> ] | No [ <input type="checkbox"/> ]            |
| 23.2 | If yes, indicate any amounts receivable from parent included in the Page 2 amount: .....   |   | \$ .....                                    | 9,425,600                                  |

## INVESTMENT

- |       |   |   |  |
|-------|---|---|--|
| 24.01 | Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03).....   | Yes [ <input type="checkbox"/> ]            | No [ <input checked="" type="checkbox"/> ]                       |
| 24.02 | If no, give full and complete information relating thereto<br>Held on Deposit with States .....   |   |  |
| 24.03 | For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)<br>Nationwide utilizes a third party to administer it's Securities Lending program. Securities are loaned to approved counterparties, who in turn post cash collateral to Nationwide. The amount of cash collateral received is calculated as a percentage of the market value of the security being lent. The cash is subsequently reinvested based upon a Nationwide approved Investment Policy. The collateral received by Nationwide and the corresponding payable to the counterparties are recorded on balance sheet. Additionally, Nationwide participates in a Cash Release Program. Nationwide can borrow a limited amount of cash from the program subject to the underwriting of the plan administrator. Nationwide pays 1 month LIBOR on the borrowings, a majority of which comes back to Nationwide as earnings on the securities lending program. As of December 31, 2014, Nationwide had loaned \$47,238,653 to approved counterparties and received collateral amounts of \$48,451,942. .... |   |  |
| 24.04 | Does the Company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? .....  | Yes [ <input checked="" type="checkbox"/> ] | No [ <input type="checkbox"/> ] N/A [ <input type="checkbox"/> ] |
| 24.05 | If answer to 24.04 is yes, report amount of collateral for conforming programs. ....  | \$ .....                                    | 48,454,565   |
| 24.06 | If answer to 24.04 is no, report amount of collateral for other programs. ....  | \$ .....                                    |  |
| 24.07 | Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? .....  | Yes [ <input checked="" type="checkbox"/> ] | No [ <input type="checkbox"/> ] N/A [ <input type="checkbox"/> ] |
| 24.08 | Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? .....  | Yes [ <input checked="" type="checkbox"/> ] | No [ <input type="checkbox"/> ] N/A [ <input type="checkbox"/> ] |
| 24.09 | Does the reporting entity or the reporting entity 's securities lending agent utilize the Master Securities lending Agreement (MSLA) to conduct securities lending? .....   | Yes [ <input checked="" type="checkbox"/> ] | No [ <input type="checkbox"/> ] N/A [ <input type="checkbox"/> ] |

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

GENERAL INTERROGATORIES

24.10 For the reporting entity’s security lending program state the amount of the following as December 31 of the current year:

24.101	Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.	\$	48,454,565
24.102	Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.	\$	48,454,565
24.103	Total payable for securities lending reported on the liability page.	\$	48,451,942

25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03). Yes ☒ No ☐

25.2	If yes, state the amount thereof at December 31 of the current year:	25.21 Subject to repurchase agreements	\$	
		25.22 Subject to reverse repurchase agreements	\$	
		25.23 Subject to dollar repurchase agreements	\$	
		25.24 Subject to reverse dollar repurchase agreements	\$	
		25.25 Placed under option agreements	\$	
		25.26 Letter stock or securities restricted as to sale - excluding FHLB Capital Stock	\$	
		25.27 FHLB Capital Stock	\$	
		25.28 On deposit with states	\$	4,618,377
		25.29 On deposit with other regulatory bodies	\$	
		25.30 Pledged as collateral - excluding collateral pledged to an FHLB	\$	
		25.31 Pledged as collateral to FHLB - including assets backing funding agreements	\$	
		25.32 Other	\$	

25.3 For category (25.26) provide the following:

1	2	3
Nature of Restriction	Description	Amount

26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes ☒ No ☐

26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes ☒ No ☐ N/A ☐  
If no, attach a description with this statement.

27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes ☐ No ☒

27.2 If yes, state the amount thereof at December 31 of the current year. \$

28. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes ☒ No ☐

28.01 For agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1	2
Name of Custodian(s)	Custodian's Address
The Bank of New York Mellon	1 Wall Street, New York, NY 10286

28.02 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1	2	3
Name(s)	Location(s)	Complete Explanation(s)

28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year? Yes ☐ No ☒

28.04 If yes, give full and complete information relating thereto:

1	2	3	4
Old Custodian	New Custodian	Date of Change	Reason

28.05 Identify all investment advisors, brokers/dealers or individuals acting on behalf of brokers/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1	2	3
Central Registration Depository Number(s)	Name	Address
N/A	Members of the investment staff designated by the Chief Investment Officer as detailed in the Corporate Resolution	One Nationwide Plaza, Columbus, OH 43215

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

GENERAL INTERROGATORIES

- 29.1 Does the reporting entity have any diversified mutual funds reported in Schedule D, Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5(b)(1)])? Yes [ ] No [ X ]
- 29.2 If yes, complete the following schedule:

1	2	3
CUSIP #	Name of Mutual Fund	Book/Adjusted Carrying Value
29.2999 - Total		

- 29.3 For each mutual fund listed in the table above, complete the following schedule:

1	2	3	4
Name of Mutual Fund (from above table)	Name of Significant Holding of the Mutual Fund	Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	Date of Valuation

30. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1	2	3
	Statement (Admitted) Value	Fair Value	Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds	5,295,473,549	5,602,273,277	306,799,728
30.2 Preferred stocks			
30.3 Totals	5,295,473,549	5,602,273,277	306,799,728

- 30.4 Describe the sources or methods utilized in determining the fair values:  
For fixed maturity and marketable equity securities for which market quotations generally are available, Nationwide generally uses independent pricing services to assist in determining the fair value measurement. For certain fixed maturity securities not priced by independent services -generally private placement securities without quoted market prices), an internally developed pricing model or corporate pricing matrix is most often used. The corporate pricing matrix is developed by obtaining private spreads versus the U.S. Treasury yield for corporate securities with varying weighted average lives and bond ratings. The weighted average life and bond rating of a particular fixed maturity security to be priced using the corporate matrix are important inputs into the model and are used to determine a corresponding spread that is added to the U.S. Treasury yield to create an estimated market yield for that bond. The estimated market yield and other relevant factors are then used to estimate the fair value of the particular fixed maturity security. Nationwide also utilized broker quotes to assist in pricing securities or to validate modeled prices.

- 31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? Yes [ X ] No [ ]
- 31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? Yes [ ] No [ X ]
- 31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:  
Nationwide relies on broker valuations only when an approved third party vendor evaluation is not available. Any exceptions are approved by Risk Management and the Middle Office and reviewed by the Investments Pricing Committee. The brokers used to value securities are deemed to be main market makers for each individual security and therefore have in depth knowledge of the particular issue.
- 32.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes [ X ] No [ ]
- 32.2 If no, list exceptions:

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

GENERAL INTERROGATORIES

OTHER

33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? .....\$ .....85,513

33.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid
American Council of Life Insurers .....	67,074
.....	.....

34.1 Amount of payments for legal expenses, if any? .....\$ .....192,702

34.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
Drinker Biddle & Reath LLP .....	138,470
.....	.....

35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? .....\$ .....

35.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
.....	.....
.....	.....



ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

1.1

Does the reporting entity have any direct Medicare Supplement Insurance in force? .....

Yes [ ] No [ X ]

1.2

If yes, indicate premium earned on U.S. business only .....

\$ .....

1.3

What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? .....

\$ .....

1.31

Reason for excluding: .....

1.4

Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. ....

\$ .....

1.5

Indicate total incurred claims on all Medicare Supplement insurance. ....

\$ .....

1.6

Individual policies:

Most current three years:

1.61

Total premium earned .....

\$ .....

1.62

Total incurred claims .....

\$ .....

1.63

Number of covered lives .....

All years prior to most current three years

1.64

Total premium earned .....

\$ .....

1.65

Total incurred claims .....

\$ .....

1.66

Number of covered lives .....

1.7

Group policies:

Most current three years:

1.71

Total premium earned .....

\$ .....

1.72

Total incurred claims .....

\$ .....

1.73

Number of covered lives .....

All years prior to most current three years

1.74

Total premium earned .....

\$ .....

1.75

Total incurred claims .....

\$ .....

1.76

Number of covered lives .....

2.

Health Test:

1

Current Year

2

Prior Year

2.1

Premium Numerator .....

2.2

Premium Denominator .....

1,086,747,975

84,303,661

2.3

Premium Ratio (2.1/2.2) .....

0.000

0.000

2.4

Reserve Numerator .....

2.5

Reserve Denominator .....

4,859,011,973

4,332,629,674

2.6

Reserve Ratio (2.4/2.5) .....

0.000

0.000

3.1

Does this reporting entity have Separate Accounts? .....

Yes [ X ] No [ ]

3.2

If yes, has a Separate Accounts Statement been filed with this Department? .....

Yes [ X ] No [ ] N/A [ ]

3.3

What portion of capital and surplus funds of the reporting entity covered by assets in the Separate Accounts statement, is not currently distributable from the Separate Accounts to the general account for use by the general account? .....

\$ .....106,364,429

3.4

State the authority under which Separate Accounts are maintained:  
Ohio .....

3.5

Was any of the reporting entity's Separate Accounts business reinsured as of December 31? .....

Yes [ X ] No [ ]

3.6

Has the reporting entity assumed by reinsurance any Separate Accounts business as of December 31? .....

Yes [ ] No [ X ]

3.7

If the reporting entity has assumed Separate Accounts business, how much, if any, reinsurance assumed receivable for reinsurance of Separate Accounts reserve expense allowances is included as a negative amount in the liability for "Transfers to Separate Accounts due or accrued (net)"? .....

4.1

Are personnel or facilities of this reporting entity used by another entity or entities or are personnel or facilities of another entity or entities used by this reporting entity (except for activities such as administration of jointly underwritten group contracts and joint mortality or morbidity studies)? .....

Yes [ X ] No [ ]

4.2

Net reimbursement of such expenses between reporting entities:

4.21

Paid .....

\$ .....186,694,562

4.22

Received .....

\$ .....

5.1

Does the reporting entity write any guaranteed interest contracts? .....

Yes [ ] No [ X ]

5.2

If yes, what amount pertaining to these lines is included in:

5.21

Page 3, Line 1 .....

\$ .....

5.22

Page 4, Line 1 .....

\$ .....

6.

FOR STOCK REPORTING ENTITIES ONLY:

6.1

Total amount paid in by stockholders as surplus funds since organization of the reporting entity: .....

\$ .....1,011,600,000

7.

Total dividends paid stockholders since organization of the reporting entity:

7.11

Cash .....

\$ .....42,001,461

7.12

Stock .....

\$ .....

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE   NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

GENERAL INTERROGATORIES

8.1 Does the company reinsure any Workers' Compensation Carve-Out business defined as: ..... Yes [   ] No [ X ]

Reinsurance (including retrocessional reinsurance) assumed by life and health insurers of medical, wage loss and death benefits of the occupational illness and accident exposures, but not the employers liability exposures, of business originally written as workers' compensation insurance.

8.2 If yes, has the reporting entity completed the Workers' Compensation Carve-Out Supplement to the Annual Statement? ..... Yes [   ] No [   ]

8.3 If 8.1 is yes, the amounts of earned premiums and claims incurred in this statement are:

	1 Reinsurance Assumed	2 Reinsurance Ceded	3 Net Retained
8.31 Earned premium .....	.....	.....	.....
8.32 Paid claims .....	.....	.....	.....
8.33 Claim liability and reserve (beginning of year) .....	.....	.....	.....
8.34 Claim liability and reserve (end of year) .....	.....	.....	.....
8.35 Incurred claims .....	.....	.....	.....

8.4 If reinsurance assumed included amounts with attachment points below \$1,000,000, the distribution of the amounts reported in Lines 8.31 and 8.34 for Column (1) are:

	Attachment Point	1 Earned Premium	2 Claim Liability and Reserve
8.41	<\$25,000	.....	.....
8.42	\$25,000 - 99,999	.....	.....
8.43	\$100,000 - 249,999	.....	.....
8.44	\$250,000 - 999,999	.....	.....
8.45	\$1,000,000 or more	.....	.....

8.5 What portion of earned premium reported in 8.31, Column 1 was assumed from pools? .....\$ .....

9.1 Does the company have variable annuities with guaranteed benefits? ..... Yes [ X ] No [   ]

9.2 If 9.1 is yes, complete the following table for each type of guaranteed benefit.

Type		3	4	5	6	7	8	9
1 Guaranteed Death Benefit	2 Guaranteed Living Benefit	Waiting Period Remaining	Account Value Related to Col. 3	Total Related Account Values	Gross Amount of Reserve	Location of Reserve	Portion Reinsured	Reinsurance Reserve Credit
Ratchet .....	None .....	N/A .....	- .....	156,374,969	1,208,358	Exhibit 5G .....	38% GMDB .....	146,981
Ratchet .....	Ratchet 7 Year wait .....	0 yrs .....	1,158,928		9,461	Exhibit 5G .....	38% GMDB .....	
		Total .....	1,158,928	1,158,928	9,461			
Ratchet .....	Rollup 7 Year .....	0 yrs .....	2,906,787		25,788	Exhibit 5G .....	38% GMDB .....	(68,745)
		Total .....	2,906,787	2,906,787	25,788			(68,745)
Reset .....	None .....	N/A .....	- .....	317,200,522	2,196,884	Exhibit 5G .....	0% GMDB .....	
Reset .....	Ratchet 7 Year wait .....	0 yrs .....	26,005			Exhibit 5G .....	0% GMDB .....	
		Total .....	26,005	26,005				
Reset .....	Rollup 7 Year .....	0 yrs .....	855,007		5,445	Exhibit 5G .....	0% GMDB .....	
		Total .....	855,007	855,007	5,445			
Rollup .....	None .....	N/A .....	- .....	39,743,980	523,316	Exhibit 5G .....	93% GMDB .....	253,128
ROP .....	None .....	N/A .....	- .....	76,183,966	390,770	Exhibit 5G .....	0% GMDB .....	
ROP .....	Ratchet 7 Year wait .....	0 yrs .....	4,231,846		18,798	Exhibit 5G .....	0% GMDB .....	
		Total .....	4,231,846	4,231,846	18,798			
ROP .....	Rollup 7 Year .....	0 yrs .....	7,838,624		47,265	Exhibit 5G .....	0% GMDB .....	
		Total .....	7,838,624	7,838,624	47,265			
None .....	None .....	N/A .....	- .....	433,640	2,124	Exhibit 5G .....	0% GMDB .....	
Total .....			17,017,196	606,954,273	4,428,209	Exhibit 5G .....		331,365

10. For reporting entities having sold annuities to another insurer where the insurer purchasing the annuities has obtained a release of liability from the claimant (payee) as the result of the purchase of an annuity from the reporting entity only:

10.1 Amount of loss reserves established by these annuities during the current year: .....\$ .....

10.2 List the name and location of the insurance company purchasing the annuities and the statement value on the purchase date of the annuities.

1	2
	Statement Value on Purchase Date of Annuities (i.e., Present Value)
P&C Insurance Company And Location	
.....	

11.1 Do you act as a custodian for health savings accounts? ..... Yes [   ] No [ X ]

11.2 If yes, please provide the amount of custodial funds held as of the reporting date. ....\$ .....

11.3 Do you act as an administrator for health savings accounts? ..... Yes [   ] No [ X ]

11.4 If yes, please provide the balance of funds administered as of the reporting date. ....\$ .....

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

GENERAL INTERROGATORIES

12.1 Are any of the captive affiliates reported on Schedule S, Part 3, authorized reinsurers? ..... Yes [ ] No [ X ] N/A [ ]

12.2 If the answer to 12.1 is yes, please provide the following:

1  Company Name	2 NAIC Company Code	3  Domiciliary Jurisdiction	4  Reserve Credit	Assets Supporting Reserve Credit		
				5  Letters of Credit	6  Trust Agreements	7  Other

13. Provide the following for individual ordinary life insurance\* policies (U.S. business only) for the current year (prior to reinsurance assumed or ceded):

13.1 Direct Premium Written .....\$ .....907,439,718

13.2 Total Incurred Claims .....\$ .....136,828,994

13.3 Number of Covered Lives .....322,834

*Ordinary Life Insurance Includes
Term (whether full underwriting,limited underwriting,jet issue,"short form app")
Whole Life (whether full underwriting,limited underwriting,jet issue,"short form app")
Variable Life (with or without secondary gurantee)
Universal Life (with or without secondary gurantee)
Variable Universal Life (with or without secondary gurantee)

FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6.  
Show amounts of life insurance in this exhibit in thousands (OMIT \$000)

	1 2014	2 2013	3 2012	4 2011	5 2010
<b>Life Insurance in Force</b> (Exhibit of Life Insurance)					
1. Ordinary - whole life and endowment (Line 34, Col. 4) .....	39,353,355	31,551,083	24,081,190	20,453,120	17,127,230
2. Ordinary - term (Line 21, Col. 4, less Line 34, Col. 4) .....	62,043,769	54,395,206	48,268,616	42,052,108	37,833,810
3. Credit life (Line 21, Col. 6) .....					
4. Group, excluding FEGLI/SGLI (Line 21, Col. 9 less Lines 43 & 44, Col. 4) .....	29	90	173	203	211
5. Industrial (Line 21, Col. 2) .....					
6. FEGLI/SGLI (Lines 43 & 44, Col. 4) .....					
7. Total (Line 21, Col. 10) .....	101,397,153	85,946,379	72,349,979	62,505,431	54,961,251
<b>New Business Issued</b> (Exhibit of Life Insurance)					
8. Ordinary - whole life and endowment (Line 34, Col. 2) .....	9,867,202	8,978,425	5,228,457	4,434,586	4,748,869
9. Ordinary - term (Line 2, Col. 4, less Line 34, Col. 2) .....	10,504,040	9,422,640	9,181,753	7,288,486	6,299,593
10. Credit life (Line 2, Col. 6) .....					
11. Group (Line 2, Col. 9) .....					
12. Industrial (Line 2, Col. 2) .....					
13. Total (Line 2, Col. 10) .....	20,371,242	18,401,065	14,410,210	11,723,072	11,048,462
<b>Premium Income - Lines of Business</b> (Exhibit 1 - Part 1)					
14. Industrial life (Line 20.4, Col. 2) .....					
15.1 Ordinary-life insurance (Line 20.4, Col. 3) .....	725,131,149	71,999,071	392,204,769	329,073,858	(57,247,196)
15.2 Ordinary-individual annuities (Line 20.4, Col. 4) .....	359,627,728	11,268,760	11,111,796	7,559,233	5,290,886
16 Credit life (group and individual) (Line 20.4, Col. 5) .....					
17.1 Group life insurance (Line 20.4, Col. 6) .....				61,098	
17.2 Group annuities (Line 20.4, Col. 7) .....	1,849,864	1,031,368	1,267,102	1,227,910	3,446,866
18.1 A & H-group (Line 20.4, Col. 8) .....	50	2,506	3,635	982	102
18.2 A & H-credit (group and individual) (Line 20.4, Col. 9) .....					
18.3 A & H-other (Line 20.4, Col. 10) .....	139,184	1,956	930	1,066	1,244
19. Aggregate of all other lines of business (Line 20.4,Col. 11) .....					
20. Total .....	1,086,747,975	84,303,661	404,588,232	337,924,147	(48,508,098)
<b>Balance Sheet (Pages 2 &amp; 3)</b>					
21. Total admitted assets excluding Separate Accounts business (Page 2, Line 26, Col. 3) .....	6,540,157,689	5,565,740,224	5,067,714,551	4,198,909,052	4,108,281,164
22. Total liabilities excluding Separate Accounts business (Page 3, Line 26) .....	5,849,535,118	5,031,673,779	4,756,719,405	3,896,454,468	3,821,068,716
23. Aggregate life reserves (Page 3, Line 1) .....	4,992,680,075	4,334,191,768	4,422,667,304	3,609,287,807	3,458,648,800
24. Aggregate A & H reserves (Page 3, Line 2) .....	1,265				
25. Deposit-type contract funds (Page 3, Line 3) .....	17,490,896	18,113,272	17,327,229	17,352,334	18,596,478
26. Asset valuation reserve (Page 3, Line 24.01) .....	52,861,420	46,012,057	26,731,421	18,535,786	13,841,584
27. Capital (Page 3, Lines 29 and 30) .....	2,640,000	2,640,000	2,640,000	2,640,000	2,640,000
28. Surplus (Page 3, Line 37) .....	687,982,571	531,426,445	308,355,146	299,814,584	284,572,448
<b>Cash Flow (Page 5)</b>					
29. Net Cash from Operations (Line 11) .....	440,576,799	(162,861,112)	735,244,660	104,746,372	(159,366,889)
<b>Risk-Based Capital Analysis</b>					
30. Total adjusted capital .....	743,997,178	580,592,145	338,245,335	323,484,916	303,253,804
31. Authorized control level risk - based capital .....	59,798,855	49,199,525	43,566,786	37,998,321	37,677,745
<b>Percentage Distribution of Cash, Cash Equivalents and Invested Assets</b> (Page 2, Col. 3) (Line No. /Page 2, Line 12, Col. 3) x 100.0					
32. Bonds (Line 1) .....	83.5	87.4	88.0	86.2	81.3
33. Stocks (Lines 2.1 and 2.2) .....			0.0	0.0	0.0
34. Mortgage loans on real estate(Lines 3.1 and 3.2 ) .....	11.0	10.2	10.7	11.9	13.9
35. Real estate (Lines 4.1, 4.2 and 4.3) .....					
36. Cash, cash equivalents and short-term investments (Line 5) .....	2.0	0.0	0.6	0.8	1.7
37. Contract loans (Line 6) .....	0.7	0.7	0.6	0.6	0.6
38. Derivatives (Page 2, Line 7) .....	0.3			0.0	0.0
39. Other invested assets (Line 8) .....	1.1	1.2			
40. Receivables for securities (Line 9) .....				0.0	0.0
41. Securities lending reinvested collateral assets (Line 10) .....	0.8	0.3	0.1	0.5	2.5
42. Aggregate write-ins for invested assets (Line 11) .....	0.8	0.0			
43. Cash, cash equivalents and invested assets (Line 12) .....	100.0	100.0	100.0	100.0	100.0

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2014	2 2013	3 2012	4 2011	5 2010
<b>Investments in Parent, Subsidiaries and Affiliates</b>					
44. Affiliated bonds (Schedule D Summary, Line 12, Col. 1) .....					
45. Affiliated preferred stocks (Schedule D Summary, Line 18, Col. 1) .....					
46. Affiliated common stocks (Schedule D Summary Line 24, Col. 1), .....					
47. Affiliated short-term investments (subtotal included in Schedule DA Verification, Col. 5, Line 10) .....					
48. Affiliated mortgage loans on real estate .....	4,216,180	4,321,941	13,794,755	14,139,205	9,630,363
49. All other affiliated .....	67,247,288	64,701,095			
50. Total of above Lines 44 to 49 .....	71,463,468	69,023,036	13,794,755	14,139,205	9,630,363
51. Total Investment in Parent included in Lines 44 to 49 above .....					
<b>Total Nonadmitted and Admitted Assets</b>					
52. Total nonadmitted assets (Page 2, Line 28, Col. 2) .....	80,863,371	69,368,102	122,875,492	111,792,984	85,351,319
53. Total admitted assets (Page 2, Line 28, Col. 3) .....	7,896,735,000	6,901,560,158	6,243,320,954	5,357,405,975	5,431,244,774
<b>Investment Data</b>					
54. Net investment income (Exhibit of Net Investment Income) .....	253,992,259	238,981,207	222,393,208	209,475,638	209,821,469
55. Realized capital gains (losses) (Page 4, Line 34, Column 1 ) .....	1,979,448	2,985,335	(4,330,741)	(14,768,863)	(16,399,134)
56. Unrealized capital gains (losses) (Page 4, Line 38, Column 1) .....	5,768,251	74,001,161	3,566,067	(2,781,942)	(63,969,800)
57. Total of above Lines 54, 55 and 56 .....	261,739,958	315,967,703	221,628,534	191,924,833	129,452,535
<b>Benefits and Reserve Increases (Page 6)</b>					
58. Total contract benefits - life (Lines 10, 11, 12, 13, 14 and 15 Col. 1, minus Lines 10, 11,12, 13, 14 and 15 Cols. 9, 10 and 11) .....	213,918,791	220,647,398	225,933,960	247,382,765	319,971,969
59. Total contract benefits - A & H (Lines 13 & 14, Cols. 9, 10 & 11) .....	2,700	2,700	2,700	2,135	3,025
60. Increase in life reserves - other than group and annuities (Line 19, Cols. 2 and 3 ) .....	606,664,127	(18,822,595)	297,563,517	246,097,000	(57,418,408)
61. Increase in A & H reserves (Line 19, Cols. 9, 10 & 11) .....					
62. Dividends to policyholders (Line 30, Col. 1) .....	810,037	888,705	971,461	1,047,336	1,078,504
<b>Operating Percentages</b>					
63. Insurance expense percent (Page 6, Col. 1, Lines 21, 22 & 23, less Line 6)/(Page 6, Col. 1, Line 1 plus Exhibit 7, Col. 2, Line 2) x 100.0 .....	31.8	218.4	46.2	46.0	(178.3)
64. Lapse percent (ordinary only) [(Exhibit of Life Insurance, Col. 4, Lines 14 & 15) / 1/2 (Exhibit of Life Insurance, Col. 4, Lines 1 & 21)] x 100.0 .....	4.5	5.3	6.0	6.3	7.2
65. A & H loss percent (Schedule H, Part 1, Lines 5 and 6, Col. 2) .....	2.8	60.5	59.1	104.2	224.7
66. A & H cost containment percent (Schedule H, Pt. 1, Line 4, Col. 2) .....					
67. A & H expense percent excluding cost containment expenses (Schedule H, Pt. 1, Line 10, Col. 2) .....	0.0	1.7	2.1	2.6	3.1
<b>A &amp; H Claim Reserve Adequacy</b>					
68. Incurred losses on prior years' claims - group health (Schedule H, Part 3, Line 3.1 Col. 2) .....				(440)	
69. Prior years' claim liability and reserve - group health (Schedule H, Part 3, Line 3.2 Col. 2) .....					
70. Incurred losses on prior years' claims-health other than group (Schedule H, Part 3, Line 3.1 Col. 1 less Col. 2) .....	2,700	2,700	2,700	2,575	3,025
71. Prior years' claim liability and reserve-health other than group (Schedule H, Part 3, Line 3.2 Col. 1 less Col. 2) .....					
<b>Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)</b>					
72. Industrial life (Col. 2) .....					
73. Ordinary - life (Col. 3) .....	(149,831,857)	(94,034,611)	(80,674,325)	(72,460,401)	(45,841,810)
74. Ordinary - individual annuities (Col. 4) .....	12,220,723	(22,845,552)	19,571,511	13,883,226	421,645
75. Ordinary-supplementary contracts (Col. 5) .....	237,153	(249,310)	56,243	1,843,511	1,388,098
76. Credit life (Col. 6) .....					
77. Group life (Col. 7) .....	(2,792)	(2,568)	(124,770)	(127,011)	(249,740)
78. Group annuities (Col. 8) .....	878,871	643,869	989,953	527,062	540,329
79. A & H-group (Col. 9) .....	27	1,595	2,318	910	120
80. A & H-credit (Col. 10) .....					
81. A & H-other (Col. 11) .....	137,096	(114)	(1,135)	(962)	(856)
82. Aggregate of all other lines of business (Col. 12) ....	11,950,483	10,158,428	10,399,397	9,868,032	11,420,985
83. Total (Col. 1) .....	(124,410,296)	(106,328,263)	(49,780,808)	(46,465,633)	(32,321,229)

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3, Accounting Changes and Correction of Errors? Yes [        ] No [        ]

If no, please explain: .....

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE  NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

EXHIBIT OF LIFE INSURANCE

	Industrial		Ordinary		Credit Life (Group and Individual)		Group			10  Total Amount of Insurance (a)
	1	2	3	4	5	6	Number of		9	
	Number of Policies	Amount of Insurance (a)	Number of Policies	Amount of Insurance (a)	Number of Individual Policies and Group Certificates	Amount of Insurance (a)	7 Policies	8 Certificates	Amount of Insurance (a)	
1. In force end of prior year .....			288,231	85,946,289			1	13	90	85,946,379
2. Issued during year .....			63,266	20,371,242						20,371,242
3. Reinsurance assumed .....										
4. Revived during year .....										
5. Increased during year (net) .....				(121,369)						(121,369)
6. Subtotals, Lines 2 to 5 .....			63,266	20,249,873						20,249,873
7. Additions by dividends during year .....	XXX		XXX		XXX		XXX	XXX		
8. Aggregate write-ins for increases .....										
9. Totals (Lines 1 and 6 to 8) .....			351,497	106,196,163			1	13	90	106,196,253
Deductions during year:										
10. Death .....			826	142,906			XXX			142,906
11. Maturity .....							XXX			
12. Disability .....							XXX			
13. Expiry .....			1,032	20,003						20,003
14. Surrender .....			12,418	2,036,554						2,036,554
15. Lapse .....			13,848	2,190,008						2,190,008
16. Conversion .....			431	208,584			XXX	XXX	XXX	208,584
17. Decreased (net) .....			53	200,984					61	201,045
18. Reinsurance .....										
19. Aggregate write-ins for decreases .....										
20. Totals (Lines 10 to 19) .....			28,608	4,799,039					61	4,799,100
21. In force end of year (Line 9 minus Line 20) .....			322,889	101,397,124			1	13	29	101,397,153
22. Reinsurance ceded end of year .....	XXX		XXX	57,442,550	XXX		XXX	XXX	29	57,442,579
23. Line 21 minus Line 22 .....	XXX		XXX	43,954,574	XXX	(b)	XXX	XXX		43,954,574
DETAILS OF WRITE-INS										
0801. ....										
0802. ....										
0803. ....										
0898. Summary of remaining write-ins for Line 8 from overflow page .....										
0899. TOTALS (Lines 0801 thru 0803 plus 0898) (Line 8 above) .....										
1901. ....										
1902. ....										
1903. ....										
1998. Summary of remaining write-ins for Line 19 from overflow page .....										
1999. TOTALS (Lines 1901 thru 1903 plus 1998) (Line 19 above) .....										

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000)

(b) Group \$ ..... ; Individual \$ .....

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

EXHIBIT OF LIFE INSURANCE (Continued)

ADDITIONAL INFORMATION ON INSURANCE IN FORCE END OF YEAR

	Industrial		Ordinary	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
24. Additions by dividends .....	XXX		XXX	77,669
25. Other paid-up insurance .....			2,416	52,441
26. Debit ordinary insurance .....	XXX	XXX		

ADDITIONAL INFORMATION ON ORDINARY INSURANCE

	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
Term Insurance Excluding Extended Term Insurance				
27. Term policies - decreasing .....				
28. Term policies - other .....	26,212	10,133,532	165,452	60,121,477
29. Other term insurance - decreasing .....	XXX		XXX	
30. Other term insurance .....	XXX	370,508	XXX	1,837,346
31. Totals (Lines 27 to 30) .....	26,212	10,504,040	165,452	61,958,823
Reconciliation to Lines 2 and 21:				
32. Term additions .....	XXX		XXX	33,845
33. Totals, extended term insurance .....	XXX	XXX	2,354	51,102
34. Totals, whole life and endowment .....	37,054	9,867,202	155,083	39,353,355
35. Totals (Lines 31 to 34) .....	63,266	20,371,242	322,889	101,397,125

CLASSIFICATION OF AMOUNT OF INSURANCE (a) BY PARTICIPATING STATUS

	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1 Non-Participating	2 Participating	3 Non-Participating	4 Participating
36. Industrial .....				
37. Ordinary .....	20,371,242		101,350,235	46,888
38. Credit Life (Group and Individual) .....				
39. Group .....			29	
40. Totals (Lines 36 to 39) .....	20,371,242		101,350,264	46,888

ADDITIONAL INFORMATION ON CREDIT LIFE AND GROUP INSURANCE

	Credit Life		Group	
	1 Number of Individual Policies and Group Certificates	2 Amount of Insurance (a)	3 Number of Certificates	4 Amount of Insurance (a)
41. Amount of insurance included in Line 2 ceded to other companies .....	XXX		XXX	
42. Number in force end of year if the number under shared groups is counted on a pro-rata basis .....		XXX		XXX
43. Federal Employees' Group Life Insurance included in Line 21 .....				
44. Servicemen's Group Life Insurance included in Line 21 .....				
45. Group Permanent Insurance included in Line 21 .....			13	29

ADDITIONAL ACCIDENTAL DEATH BENEFITS

46. Amount of additional accidental death benefits in force end of year under ordinary policies (a)	106,905
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BASIS OF CALCULATION OF ORDINARY TERM INSURANCE

47. State basis of calculation of (47.1) decreasing term insurance contained in Family Income, Mortgage Protection, etc., policies and riders and of (47.2) term insurance on wife and children under Family, Parent and Children, etc., policies and riders included above.	
47.1 60% initial face .....	
47.2 3000 term per unit of child rider prior to 1983 .....	

POLICIES WITH DISABILITY PROVISIONS

	Industrial		Ordinary		Credit		Group	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)	5 Number of Policies	6 Amount of Insurance (a)	7 Number of Certi- ficates	8 Amount of Insurance (a)
Disability Provisions								
48. Waiver of Premium .....			24,665	1,068,526				
49. Disability Income .....								
50. Extended Benefits .....			XXX	XXX				
51. Other .....								
52. Total .....		(b)	24,665	(b) 1,068,526		(b)		(b)

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000)  
(b) See Paragraph 9 of the Annual Audited Financial Reports in the General section of the annual statement instructions

EXHIBIT OF NUMBER OF POLICIES, CONTRACTS, CERTIFICATES, INCOME PAYABLE AND ACCOUNT VALUES IN FORCE FOR SUPPLEMENTARY CONTRACTS, ANNUITIES, ACCIDENT & HEALTH AND OTHER POLICIES

SUPPLEMENTARY CONTRACTS				
	Ordinary		Group	
	1 Involving Life Contingencies	2 Not Involving Life Contingencies	3 Involving Life Contingencies	4 Not Involving Life Contingencies
1. In force end of prior year .....	291	225		
2. Issued during year .....	24	20		
3. Reinsurance assumed .....				
4. Increased during year (net) .....				
5. Total (Lines 1 to 4) .....	315	245		
Deductions during year:				
6. Decreased (net) .....	27	25		
7. Reinsurance ceded .....				
8. Totals (Lines 6 and 7) .....	27	25		
9. In force end of year .....	288	220		
10. Amount on deposit .....		(a)		(a)
11. Income now payable .....	288	220		
12. Amount of income payable .....	(a) 1,324,184	(a) 1,547,720	(a)	(a)

ANNUITIES				
	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year .....	738	75,946	35	1,957
2. Issued during year .....	56	4,588		
3. Reinsurance assumed .....				
4. Increased during year (net) .....				
5. Totals (Lines 1 to 4) .....	794	80,534	35	1,957
Deductions during year:				
6. Decreased (net) .....	72	8,555	2	206
7. Reinsurance ceded .....				
8. Totals (Lines 6 and 7) .....	72	8,555	2	206
9. In force end of year .....	722	71,979	33	1,751
Income now payable:				
10. Amount of income payable .....	(a) 5,336,112	XXX	XXX	(a) 1,204
Deferred fully paid:				
11. Account balance .....	XXX	(a) 3,435,220,220	XXX	(a) 134,494,049
Deferred not fully paid:				
12. Account balance .....	XXX	(a)	XXX	(a)

ACCIDENT AND HEALTH INSURANCE						
	Group		Credit		Other	
	1 Certificates	2 Premiums in Force	3 Policies	4 Premiums in Force	5 Policies	6 Premiums in Force
1. In force end of prior year .....	2	2,506			6	919
2. Issued during year .....					393	
3. Reinsurance assumed .....						
4. Increased during year (net) .....		XXX		XXX		XXX
5. Totals (Lines 1 to 4) .....	2	XXX		XXX	399	XXX
Deductions during year:						
6. Conversions .....		XXX	XXX	XXX	XXX	XXX
7. Decreased (net) .....		XXX		XXX		XXX
8. Reinsurance ceded .....		XXX		XXX		XXX
9. Totals (Lines 6 to 8) .....		XXX		XXX		XXX
10. In force end of year .....	2	(a) 50		(a)	399	(a) 139,184

DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS		
	1	2
	Deposit Funds Contracts	Dividend Accumulations Contracts
1. In force end of prior year .....	90	89
2. Issued during year .....		
3. Reinsurance assumed .....		
4. Increased during year (net) .....	21	
5. Totals (Lines 1 to 4) .....	111	89
Deductions During Year:		
6. Decreased (net) .....		4
7. Reinsurance ceded .....		
8. Totals (Lines 6 and 7) .....		4
9. In force end of year .....	111	85
10. Amount of account balance .....	(a) 401,264	(a) 153,117

(a) See Paragraph 9 of the Annual Audited Financial Reports in the General section of the annual statement instructions.



ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Allocated by States and Territories

			Direct Business Only						
			Life Contracts		4 Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	5 Other Considerations	6 Total Columns 2 through 5	7 Deposit-Type Contracts	
			2	3					
States, Etc.			Active Status	Life Insurance Premiums	Annuity Considerations				
1.	Alabama .....	AL	L	9,291,784		1,791	2,504,841	11,798,415	
2.	Alaska .....	AK	L	1,081,161				1,081,161	
3.	Arizona .....	AZ	L	13,474,033	1,730		15,019,716	28,495,479	
4.	Arkansas .....	AR	L	4,384,908		846	2,994,819	7,380,573	
5.	California .....	CA	L	131,128,669	(130,041)		28,842,355	159,840,983	
6.	Colorado .....	CO	L	12,336,541	590,443	2,417	4,210,106	17,139,508	
7.	Connecticut .....	CT	L	15,879,324			4,546,855	20,426,179	
8.	Delaware .....	DE	L	11,282,563	135,061	309	2,925,798	14,343,731	
9.	District of Columbia .....	DC	L	1,330,390			159,675	1,490,065	
10.	Florida .....	FL	L	50,193,035	99,145	747	38,562,790	88,855,716	
11.	Georgia .....	GA	L	18,115,479		4,378	19,259,113	37,378,970	
12.	Hawaii .....	HI	L	12,452,356	188,242		14,965,991	27,606,589	
13.	Idaho .....	ID	L	2,451,558	36,562	1,731	961,789	3,451,640	
14.	Illinois .....	IL	L	35,941,048	427,938	3,790	16,953,844	53,326,619	
15.	Indiana .....	IN	L	8,673,892			8,099,147	16,773,039	
16.	Iowa .....	IA	L	3,826,179		1,711	4,956,673	8,784,563	
17.	Kansas .....	KS	L	5,204,481	152,082	414	7,425,154	12,782,131	
18.	Kentucky .....	KY	L	10,677,622		2,121	8,606,447	19,286,190	
19.	Louisiana .....	LA	L	7,300,172	27,198	1,701	8,238,230	15,567,301	
20.	Maine .....	ME	L	1,115,364			740,696	1,856,060	
21.	Maryland .....	MD	L	26,192,341	19,672	5,469	16,765,561	42,983,043	
22.	Massachusetts .....	MA	L	17,178,779		2,593	7,411,578	24,592,950	
23.	Michigan .....	MI	L	44,023,438	91,460	6,503	19,015,082	63,136,482	
24.	Minnesota .....	MN	L	16,565,649	26,883	402	2,640,600	19,233,534	
25.	Mississippi .....	MS	L	4,312,980		1,301	861,970	5,176,251	
26.	Missouri .....	MO	L	14,191,791	14,583	1,273	3,805,286	18,012,933	
27.	Montana .....	MT	L	684,779			544,092	1,228,871	
28.	Nebraska .....	NE	L	4,155,683		118	2,302,619	6,458,420	
29.	Nevada .....	NV	L	4,433,488	42,717	2,603	1,220,625	5,699,433	
30.	New Hampshire .....	NH	L	1,682,860			2,147,696	3,830,555	
31.	New Jersey .....	NJ	L	43,700,920	179,830		7,568,509	51,449,259	
32.	New Mexico .....	NM	L	1,341,898			1,214,858	2,556,756	
33.	New York .....	NY	N	792,714			2,864,414	3,657,128	
34.	North Carolina .....	NC	L	51,394,324	20,813	13,046	14,283,988	65,712,171	
35.	North Dakota .....	ND	L	1,594,159			63,219	1,657,377	
36.	Ohio .....	OH	L	61,987,787	101,541	21,962	46,009,861	108,121,151	
37.	Oklahoma .....	OK	L	2,880,187	455,284	435	2,518,716	5,854,621	
38.	Oregon .....	OR	L	6,849,512		48	2,136,631	8,986,192	
39.	Pennsylvania .....	PA	L	79,063,818	230,560	19,720	38,875,757	118,189,856	
40.	Rhode Island .....	RI	L	4,432,421	41,626	40	1,841,018	6,315,105	
41.	South Carolina .....	SC	L	13,569,557		3,388	9,350,249	22,923,194	
42.	South Dakota .....	SD	L	3,062,390			1,026,300	4,088,690	
43.	Tennessee .....	TN	L	19,068,592	62,346	6,651	16,023,857	35,161,447	
44.	Texas .....	TX	L	61,041,559	125,077	18,535	31,162,503	92,347,674	
45.	Utah .....	UT	L	5,477,179	40,562	1,701	752,376	6,271,818	
46.	Vermont .....	VT	L	1,392,955		1,268	830,809	2,225,033	
47.	Virginia .....	VA	L	30,936,944		3,457	9,865,838	40,806,239	
48.	Washington .....	WA	L	13,696,127	575,294	3,289	3,907,533	18,182,243	
49.	West Virginia .....	WV	L	7,076,903	107,725	2,686	6,281,926	13,469,240	
50.	Wisconsin .....	WI	L	7,514,697	64,799	677	4,006,175	11,586,348	
51.	Wyoming .....	WY	L	906,888		113	708,019	1,615,019	
52.	American Samoa .....	AS	N	3,937				3,937	
53.	Guam .....	GU	N	3,375				3,375	
54.	Puerto Rico .....	PR	N	4,123			1,984,418	1,988,541	
55.	U.S. Virgin Islands .....	VI	N	46,130				46,130	
56.	Northern Mariana Islands .....	MP	N						
57.	Canada .....	CAN	N	29,152				29,152	
58.	Aggregate Other Alien .....	OT	XXX	209,866			4,800	214,666	
59.	Subtotal .....	(a)	50	907,640,459	3,729,131	139,234	449,970,922	1,361,479,746	
90.	Reporting entity contributions for employee benefits plans .....		XXX						
91.	Dividends or refunds applied to purchase paid-up additions and annuities .....		XXX	561,901				561,901	
92.	Dividends or refunds applied to shorten endowment or premium paying period .....		XXX						
93.	Premium or annuity considerations waived under disability or other contract provisions .....		XXX	161,071				161,071	
94.	Aggregate or other amounts not allocable by State .....		XXX						
95.	Totals (Direct Business) .....		XXX	908,363,431	3,729,131	139,234	449,970,922	1,362,202,718	
96.	Plus reinsurance assumed .....		XXX	17,211				17,211	
97.	Totals (All Business) .....		XXX	908,380,642	3,729,131	139,234	449,970,922	1,362,219,929	
98.	Less reinsurance ceded .....		XXX	189,992,803	10,690		92,211,771	282,215,264	
99.	Totals (All Business) less Reinsurance Ceded .....		XXX	718,387,839	3,718,441	(b) 139,234	357,759,151	1,080,004,665	
DETAILS OF WRITE-INS									
58001.	Foreign - Other .....		XXX	209,866			4,800	214,666	
58002.	.....		XXX						
58003.	.....		XXX						
58998.	Summary of remaining write-ins for Line 58 from overflow page .....		XXX						
58999.	Totals (Lines 58001 through 58003 plus 58998)(Line 58 above) .....		XXX	209,866			4,800	214,666	
9401.	.....		XXX						
9402.	.....		XXX						
9403.	.....		XXX						
9498.	Summary of remaining write-ins for Line 94 from overflow page .....		XXX						
9499.	Totals (Lines 9401 through 9403 plus 9498)(Line 94 above) .....		XXX						

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

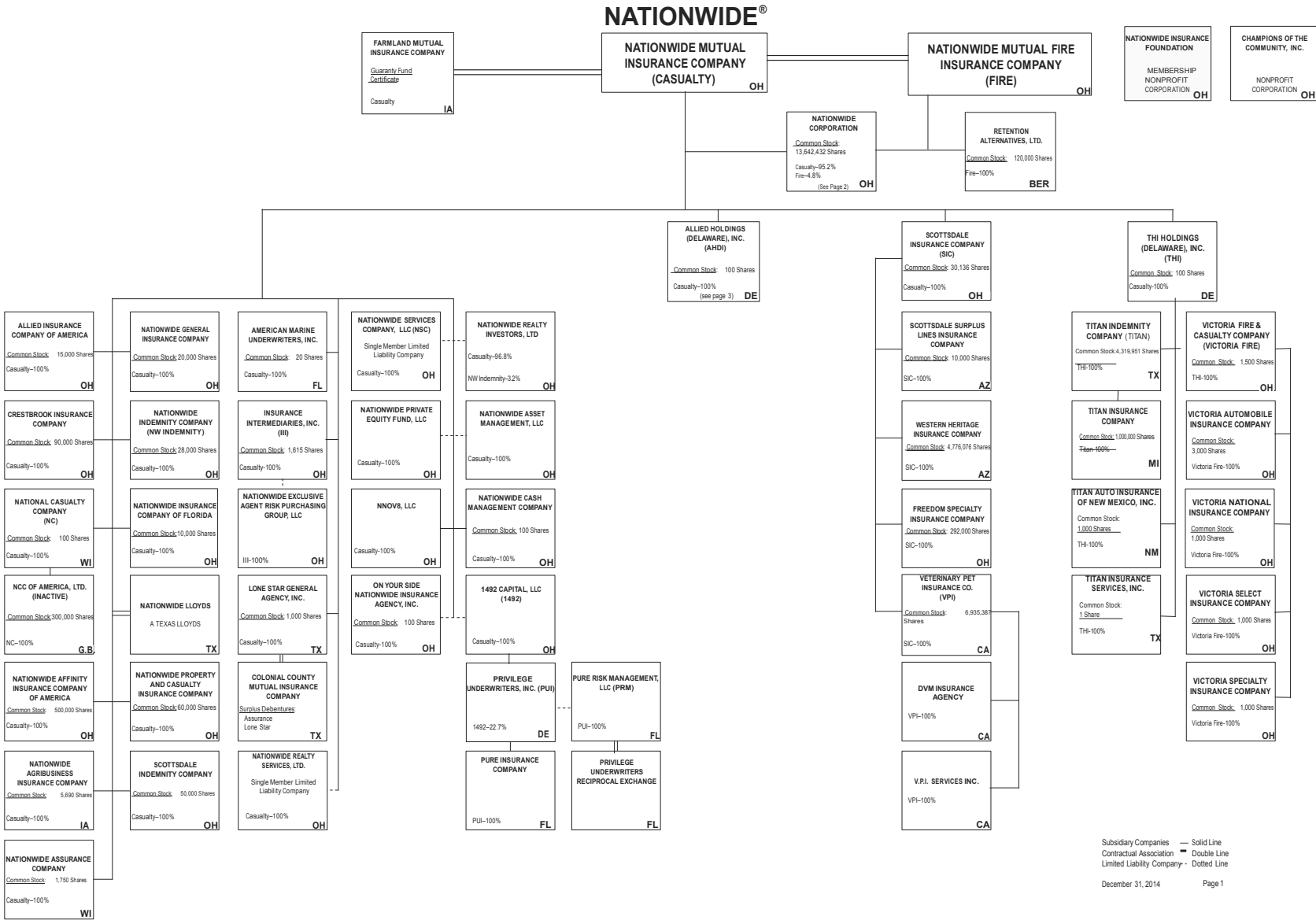
Explanation of basis of allocation by states, etc., of premiums and annuity considerations

Premium income and annuity consideration is assigned to States based on the addresses on the Company's records. All of the Company's Group business are billed to individual certificate holders, and the premiums are assigned to the address of the individual certificate holders

(a) Insert the number of L responses except for Canada and Other Alien.

(b) Column 4 should balance with Exhibit 1, Lines 6.4, 10.4, and 16.4, Cols. 8, 9, 10, or with Schedule H, Part 1, Line 1, indicate which: Schedule H, Part 1, Line 1.....

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY



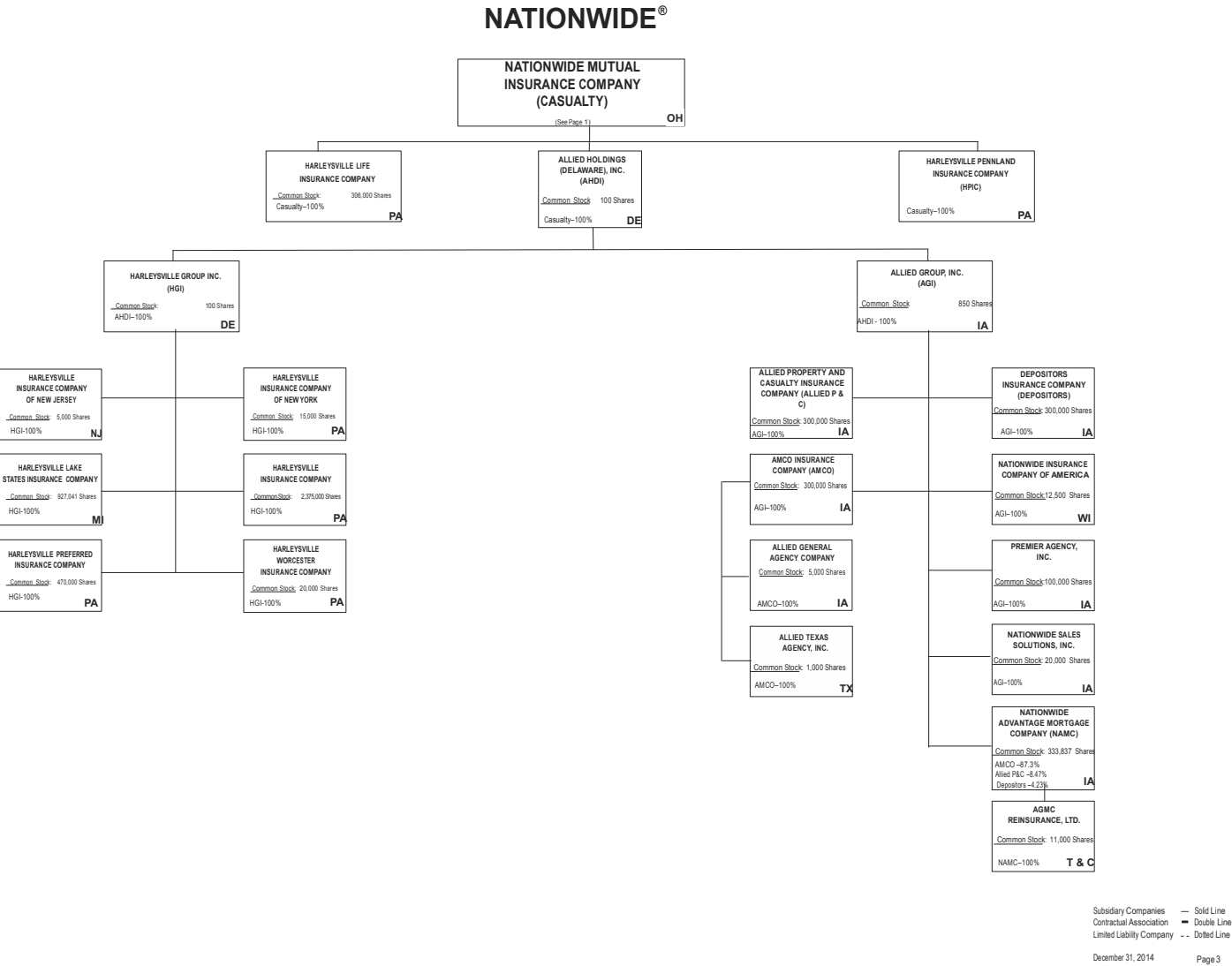
(Casualty/Fire subsidiaries)

## 51.1



ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

51.2



ANNUAL STATEMENT FOR THE YEAR 2014 OF THE NATIONWIDE LIFE AND ANNUITY INSURANCE COMPANY

NATIONWIDE INSURANCE COMPANIES

NAIC Group Code	Group Name	NAIC Company Code	State of Domicile	Federal ID Number	Name of Company
0140	Nationwide	10127	OH	27-0114983	Allied Insurance Company of America
0140	Nationwide	42579	IA	42-1201931	Allied Property and Casualty Insurance Company
0140	Nationwide	19100	IA	42-6054959	AMCO Insurance Company
0140	Nationwide	29262	TX	74-1061659	Colonial County Mutual Insurance Company
0140	Nationwide	18961	OH	68-0066866	Crestbrook Insurance Company
0140	Nationwide	42587	IA	42-1207150	Depositors Insurance Company
0140	Nationwide	13838	IA	42-0618271	Farmland Mutual Insurance Company
0140	Nationwide	22209	OH	75-6013587	Freedom Specialty Insurance Company
0140	Nationwide	23582	PA	41-0417250	Harleysville Insurance Company
0140	Nationwide	42900	NJ	23-2253669	Harleysville Insurance Company of New Jersey
0140	Nationwide	10674	PA	23-2864924	Harleysville Insurance Company of New York
0140	Nationwide	14516	MI	38-3198542	Harleysville Lake States Insurance Company
0140	Nationwide	64327	PA	23-1580983	Harleysville Life Insurance Company
0140	Nationwide	35696	PA	23-2384978	Harleysville Preferred Insurance Company
0140	Nationwide	26182	PA	04-1989660	Harleysville Worcester Insurance Company
0140	Nationwide	11991	WI	38-0865250	National Casualty Company
0140	Nationwide	26093	OH	48-0470690	Nationwide Affinity Insurance Company of America
0140	Nationwide	28223	IA	42-1015537	Nationwide Agribusiness Insurance Company
0140	Nationwide	10723	WI	95-0639970	Nationwide Assurance Company
0140	Nationwide	23760	OH	31-4425763	Nationwide General Insurance Company
0140	Nationwide	10070	OH	31-1399201	Nationwide Indemnity Company
0140	Nationwide	25453	WI	95-2130882	Nationwide Insurance Company of America
0140	Nationwide	10948	OH	31-1613686	Nationwide Insurance Company of Florida
0140	Nationwide	92657	OH	31-1000740	Nationwide Life and Annuity Insurance Company
0140	Nationwide	66869	OH	31-4156830	Nationwide Life Insurance Company
0140	Nationwide	42110	TX	75-1780981	Nationwide Lloyds
0140	Nationwide	23779	OH	31-4177110	Nationwide Mutual Fire Insurance Company
0140	Nationwide	23787	OH	31-4177100	Nationwide Mutual Insurance Company
0140	Nationwide	37877	OH	31-0970750	Nationwide Property & Casualty Insurance Company
0140	Nationwide	13999	VT	27-1712056	Olentangy Reinsurance, LLC
0140	Nationwide	15580	OH	31-1117969	Scottsdale Indemnity Company
0140	Nationwide	41297	OH	31-1024978	Scottsdale Insurance Company
0140	Nationwide	10672	AZ	86-0835870	Scottsdale Surplus Lines Insurance Company
0140	Nationwide	13242	TX	74-2286759	Titan Indemnity Company
0140	Nationwide	36269	MI	86-0619597	Titan Insurance Company
0140	Nationwide	42285	CA	95-3750113	Veterinary Pet Insurance Company
0140	Nationwide	10644	OH	34-1785903	Victoria Automobile Insurance Company
0140	Nationwide	42889	OH	34-1394913	Victoria Fire & Casualty Company
0140	Nationwide	10778	OH	34-1842604	Victoria National Insurance Company
0140	Nationwide	10105	OH	34-1777972	Victoria Select Insurance Company
0140	Nationwide	10777	OH	34-1842602	Victoria Specialty Insurance Company
0140	Nationwide	37150	AZ	86-0561941	Western Heritage Insurance Company
4664	PURE	12873	FL	20-8287105	Privilege Underwriters Reciprocal Exchange
4664	PURE	13204	FL	26-3109178	PURE Insurance Company



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