WealthQuest® III Group Variable Annuity

PERFORMANCE REPORT

The WealthQuest® III Variable Annuity (not available in all states) is issued by American National Insurance Company (Policy Form GUVAP). It is distributed by Securities Management and Research, Inc., 2450 South Shore Boulevard, League City, TX 77573, Member NASD, SIPC, 281-334-2469, a broker-dealer subsidiary of American National Insurance Company.

For complete information about the WealthQuest® III Group Variable Annuity or any of its underlying portfolios, call 1-800-306-2959 for a free copy of the applicable prospectus. The Prospectus for the variable product contains more complete information including all insurance fees and charges. The Prospectuses for each portfolios offered with the variable products also includes more complete information on these investment companies. All investors are advised to consider the investment objectives, risks, and charges and expenses of the investment companies carefully before investing. The prospectus contains this and other information about the investment companies. You should read the prospectuses carefully before investing.

Variable products are suitable for long-term investing, such as retirement investing.

PORTFOLIO DISCLOSURES

The following disclosures are applicable to the respective portfolios in which the subaccounts invest.

(1) An investment in the portfolio is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. Although the portfolio seeks to preserve the value of the portfolio at $1.00 per share, it is possible to lose money by investing in the portfolio.

(2) For the special risks associated with investing in smaller emerging growth companies, high-yield bonds and other bonds, please refer to the prospectus.

(3) The investment adviser is waiving all or part of its fees and, in addition, may reimburse the underlying investment option for a portion of its expenses. If these reimbursements or waivers were not in effect, total returns would have been lower.

(4) These subaccounts are closed to new investments.

(5) The real estate industry is highly cyclical, and the value of securities issued by companies doing business in that sector may fluctuate widely. The real estate industry—and, therefore, the performance of the fund - is highly sensitive to economic conditions, interest rates, property taxes, over-building, real estate values and the changes in rental income.

(6) International investments include currency risk due to fluctuations in exchange rates, as well as additional economic and political risks inherent to foreign country investing.

(7) There is a possibility of greater risk by investing in companies with small or mid-sized market capitalizations rather than larger, more established issuers owing to such factors as more limited product lines, markets, financial resources or lack of management depth. Because the Small-Cap/Mid-Cap Portfolio holds stocks with both growth and value characteristics, it share price may be negatively affected by either set of risks.

8) High Yield Bond investing includes fixed income securities of medium and lower-grade corporate debt securities generally associated with higher risks and higher yield potential.

(9) An investment in this portfolio is not insured or guaranteed by the U.S. Government, its agencies, or instrumentalities.

(10) An additional risk of investing in the portfolio is the possibility of greater risk by investing in smaller, less seasoned companies rather than larger, more-established companies owing to such factors as inexperienced management and limited financial resources.

(11) Additional risks of investing in this portfolio are: (a) the possibility of greater risk by investing in small-and medium-sized companies (in addition to large, more-established companies) owing to such factors as inexperienced management and limited financial resources; (b) the risk that the cost of borrowing money to leverage will exceed the returns of the securities purchased or that the securities purchased may actually go down in values; thus, the portfolio's net asset value can decrease more quickly than if the portfolio had not borrowed.

(12) The securities of smaller, less well-known companies may be more volatile than those of larger companies.

(13) Investing in emerging growth companies is riskier than investing in more-established companies. Investing in foreign and/or emerging markets securities involves risks relating to interest rates, currency exchange rates, economic, and political conditions.

(14) At any given time, the fund may be subject to sector risk, which means a certain sector may underperform other sectors or the market as a whole. The fund is not limited with respect to the sectors in which it can invest.

(15) The fund may invest in small and mid-sized companies that involve greater risks not associated with investing in more established companies. Additionally, small companies may have business risk, significant stock price fluctuations and illiquidity.

(16) The fund may invest up to 25% of its assets in securities of non-U.S. issuers that present risks not associated with investing solely in the United States. Securities of Canadian issuers and American Depository Receipts are not subject to this 25% limitation.

(17) Portfolio turnover is greater than most funds, which may affect performance.

(18) Investing in a single-sector mutual fund involves greater risk and potential reward than investing in a more diversified fund.

(19) Investing in mid-sized companies involves greater risk not associated with investing in more established companies.

(20) International investing presents certain risks not associated with investing solely in the united States. These include, for instance risks relating to fluctuations in the value of the U.S. dollar relative to the value of other currencies, custody arrangements made for the fund's foreign holdings, political risks, differences in accounting procedures and the lesser degree of public information required to be provided by non-U.S. companies.

(21) Investing in micro and small companies involves greater risks not associated with investing in more established companies, such as business risk, significant stock prize fluctuations and illiquidity.

(22) An investment in stocks of mid-cap companies entails greater risk than the shares of larger companies.

(23) Not available in contracts issued on or after May 1, 2004.

(24) The fund invests substantial assets in REITs that involve risks not associated with investing in stocks.

(25) The fund may invest a portion of its assets in synthetic instruments, such as warrants, futures, options, exchange-traded funds and American depositary Receipts (ADRs), the value of which may not correlate perfectly with the overall security market. Risks associated with synthetic instruments may include counter party risk and sensitivity to interest rate changes and market price fluctuations. See the prospectus for more details.

NON-STANDARDIZED PERFORMANCE REPORT DISCLOSURES:

The non-standardized performance reports are current as of the date shown at the top of the report. **Performance data quoted represents past performance and does not guarantee future results. Investment return and principal value of an investment will fluctuate so that an investor's units, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted.** The WealthQuest® III Group Variable Annuity is a long-term investment vehicle and each premium payment is subject to a maximum deferred sales charge of 7% in the first year, declining each year through year 7 following the date of the contract. There is no annual contract fee imposed on the WealthQuest® III Group Variable Annuity product.

* The Non-Standardized performance figures reported on page 4 and 5 reflect hypothetical past performance of the WealthQuest® III Group Variable Annuity's subaccounts based on the underlying portfolios, which were in existence prior to their availability for sale in the WealthQuest® III Group Variable Annuity. Each portfolio's date of inception is shown. Returns were calculated on a pro forma basis from the inception date of the porfolios. Mortality and Expense Risk and Administrative Charge have been assessed in determining pro forma returns although these portfolios were not available for sale through this contract during a portion of the period. Returns are cumulative for portfolios in existence less than one year.

The Non-Standardized Performance Reports represent past performance based on a $1,000 hypothetical investment and reflect the deduction of a Mortality and Expense Risk Fee (M&E) and Administrative Asset Fee. The M&E Risk Fee and Administration Asset Fee as an annual percentage of average net assets was 1.25% from inception of the product to 4/30/03.

Effective 5/1/03, the M&E Risk Fee is .35% annually (or .00096% daily) and the Administration Asset Fee is based on the amount of account value and charged monthly as follows:

Account Value	Annual Fee	MonthlyFee
0-500,000	.90%	.07500%
500,000.01-1,000,000	.70%	.05833%
1,000,000.01-3,000,000	.50%	.04167%
3,000,000.01-5,000,000	.25%	.02083%
over 5,000,000	0%	0%

The performance returns shown in this report reflect the total annual charge of 1.25%, the maximum allowed in the contract.

The Non-Standardized Performance Report on page 4 does not reflect the deduction of a surrender charge. The performance figures would be lower if it were included. The Non-Standardized Performance Report on page 5 reflects the deduction of a surrender charge.

N/A means the information or performance data is either not applicable or not available for all or part of the period indicated.

§ Current yield is for the seven days ending on the date shown at the top of the report. The current yield quotation more closely reflects the current earnings of the money market portfolio in the product. Reflects the 7-day current yield with and without applicable investment advisory fee waivers or excess expense reimbursements.

† Year-To-Date returns are cumulative.

‡ The returns for subaccounts that invest in an underlying portfolio with a 12b-1 fee, reflect the historical performance of that share class of the underlying portfolio.

WealthQuest® III Group Variable Annuity

NON-STANDARDIZED PERFORMANCE REPORT

THIS REPORT DOES NOT REFLECT DEDUCTION OF A SURRENDER CHARGE.

This report reflects non-standardized average annual total returns current as of 6/30/06.

Performance data quoted represents past performance and does not guarantee future results. Investment return and principal value of an investment will fluctuate so that an investor's units, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted.

The performance report for this product, current to the most recent month-end, can be found at www.prospectuslink.com.

Subaccounts	Inception Date*	Since Inception*	YTD†	1-Year	3-Year	5-Year	10-Year	7-Day Current Yield§	
								With Waiver	Without Waiver
THE ALGER AMERICAN FUND CLASS O SHARES									
Alger American Balanced Portfolio	09/05/1989	7.43%	-2.72%	3.33%	4.78%	1.50%	7.58%		
Alger American Growth Portfolio	01/09/1989	10.95%	-3.57%	6.04%	8.53%	-1.98%	6.21%		
Alger American Income & Growth Portfolio	11/15/1988	8.20%	-4.11%	-1.65%	5.94%	-2.99%	7.68%		
Alger American Leveraged AllCap Portfolio (11)	01/25/1995	13.20%	2.38%	15.22%	11.17%	0.08%	7.91%		
Alger American MidCap Growth Portfolio (12)	05/03/1993	12.61%	-0.46%	7.93%	12.91%	3.34%	9.05%		
Alger American Small Capitalization Portfolio (10)	09/21/1988	10.04%	9.20%	22.65%	21.16%	5.70%	2.42%		
AMERICAN NATIONAL INVESTMENT ACCOUNTS, INC.									
American National Balanced Portfolio (3)	03/01/1991	5.71%	1.51%	2.75%	4.43%	1.87%	4.96%		
American National Growth Portfolio (3)	03/01/1991	5.33%	2.54%	5.77%	8.50%	-1.22%	3.04%		
American National Equity Income Portfolio (3)	03/01/1991	7.61%	4.08%	6.41%	9.05%	1.59%	6.78%		
American National Money Market Portfolio (1,3)	03/01/1991	1.98%	1.40%	2.34%	0.63%	0.33%	1.86%	1.91%	1.77%
American National Government Bond Portfolio (3,9)	05/01/2000	3.37%	-0.62%	-0.90%	-0.30%	2.05%	N/A		
American National High Yield Bond Portfolio (3,8)	05/01/2000	3.03%	1.74%	-0.18%	3.93%	3.00%	N/A		
American National International Stock Portfolio (3,6)	05/01/2000	-2.72%	8.18%	19.42%	16.42%	4.08%	N/A		
American National Small-Cap/Mid-Cap Portfolio (3,7)	05/01/2000	-18.09%	10.42%	23.44%	15.00%	-6.29%	N/A		
FEDERATED INSURANCE SERIES									
Federated Equity Income Fund II (3)	01/30/1997	3.84%	5.96%	9.83%	10.80%	2.57%	N/A		
Federated Mid Cap Growth Strategies Fund II (3)	11/09/1995	8.91%	1.26%	10.26%	15.60%	3.27%	8.11%		
Federated High Income Bond Fund II Primary Shares (8)	03/01/1994	4.95%	2.26%	4.45%	6.66%	6.34%	4.50%		
Federated Capital Income Fund II (3)	02/10/1994	3.16%	2.99%	7.01%	8.90%	-1.03%	1.90%		
Federated Kaufman Fund II Primary Shares (6,10,14)	04/30/2002	8.83%	2.44%	13.09%	14.61%	N/A	N/A		
Federated Fund for U.S. Government Securities II (9)	03/28/1994	3.99%	-1.26%	-1.96%	0.47%	2.77%	4.07%		
Federated Quality Bond Fund II Primary Shares (6,8)	04/28/1999	3.46%	-1.17%	-1.88%	0.12%	3.16%	N/A		
FIDELITY VARIABLE INSURANCE PRODUCTS - SERVICE CLASS 2 SHARES‡									
Fidelity VIP Aggressive Growth Portfolio (3,12)	12/27/2000	-1.40%	-3.51%	1.76%	7.67%	-2.61%	N/A		
Fidelity VIP Asset Manager Growth Portfolio (4)	01/03/1995	6.01%	-1.37%	3.00%	4.56%	0.71%	4.03%		
Fidelity VIP Asset Manager Portfolio (4)	09/06/1989	6.75%	-0.41%	3.14%	4.03%	1.77%	4.64%		
Fidelity VIP Contrafund Portfolio (3)	01/03/1995	12.50%	3.26%	15.69%	16.32%	8.14%	10.07%		
Fidelity VIP Index 500 Portfolio (3)	08/27/1992	8.76%	1.92%	6.95%	9.38%	0.75%	6.54%		
Fidelity VIP Growth Opportunities Portfolio (3)	01/03/1995	5.30%	-5.04%	3.63%	7.04%	-0.28%	2.78%		
Fidelity VIP Mid-Cap Portfolio (3)	12/28/1998	18.21%	5.99%	20.80%	24.31%	13.55%	N/A		
Fidelity VIP Value Portfolio (3)	05/09/2001	4.31%	3.59%	10.06%	10.91%	4.68%	N/A		
Fidelity VIP Value Strategies Portfolio (3)	02/20/2002	8.57%	2.97%	9.34%	14.73%	N/A	N/A		
Fidelity VIP Value Leaders Portfolio (3)	06/17/2003	11.67%	2.11%	10.12%	13.13%	N/A	N/A		
Fidelity VIP Growth and Income Portfolio (3)	12/31/1996	5.64%	0.91%	11.99%	6.80%	1.39%	N/A		
Fidelity VIP Equity-Income Portfolio (3)	10/09/1986	9.32%	4.35%	11.01%	11.79%	3.63%	7.01%		
Fidelity VIP Investment Grade Bond Portfolio (3)	12/05/1988	4.57%	-1.29%	-2.14%	0.67%	3.66%	4.71%		
AIM VARIABLE INSURANCE FUNDS SERIES - SERIES 1 SHARES									
AIM V.I. Dynamics Fund (14,15,16)	08/22/1997	4.07%	6.71%	16.02%	15.55%	0.20%	N/A		
AIM V.I. Small Company Growth Fund (14,16,17,21)	08/22/1997	5.47%	5.81%	11.92%	13.30%	-0.49%	N/A		
AIM V.I. Financial Services Fund (16,18,19)	09/20/1999	5.85%	0.48%	8.88%	9.32%	2.52%	N/A		
AIM V.I. Global Health Care Fund (16,17,18,19)	05/21/1997	7.04%	-2.37%	6.15%	6.63%	0.62%	N/A		
AIM V.I. Real Estate Fund (15,16,17,18,24,25)	03/31/1998	11.66%	13.20%	18.70%	26.11%	18.89%	N/A		
AIM V.I. Technology Fund (16,17,18,19)	05/20/1997	1.43%	-0.94%	7.32%	7.75%	-9.20%	N/A		
AIM V.I. Utilities Fund (16,18,19)	12/30/1994	6.37%	7.01%	12.54%	17.12%	2.02%	5.78%		
MFS VARIABLE INSURANCE TRUST - INITIAL CLASS SHARES									
MFS Capital Opportunities Series	08/14/1996	5.79%	1.21%	4.78%	7.94%	-3.17%	N/A		
MFS Emerging Growth Series (13)	07/24/1995	6.29%	-1.71%	8.38%	9.55%	-3.07%	3.85%		
MFS Investors Trust Series	10/09/1995	6.24%	-0.03%	7.05%	9.10%	0.43%	5.01%		
MFS Research Series	07/26/1995	6.09%	-1.11%	5.13%	10.54%	-0.07%	4.53%		
T. ROWE PRICE									
T. Rowe Price Equity Income Portfolio	03/31/1994	10.30%	4.40%	8.28%	10.72%	4.49%	8.20%		
T. Rowe Price International Stock Portfolio (6)	03/31/1994	4.20%	3.01%	21.31%	17.10%	4.91%	3.27%		
T. Rowe Price Limited-Term Bond Portfolio	05/13/1994	3.74%	0.06%	0.18%	0.09%	2.21%	3.64%		
T. Rowe Price Mid-Cap Growth Portfolio (22,23)	12/31/1996	10.30%	0.50%	12.68%	15.71%	7.00%	N/A		

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The performance report for this product, current to the most recent month-end, can be found at www.prospectuslink.com.

Subaccounts	Inception Date*	Since Inception*	YTD†	1-Year	3-Year	5-Year	10-Year	7-Day Current Yield§ With Waiver	7-Day Current Yield§ Without Waiver
THE ALGER AMERICAN FUND CLASS O SHARES									
Alger American Balanced Portfolio	09/05/1989	7.43%	-8.85%	-3.18%	3.24%	0.95%	7.58%		
Alger American Growth Portfolio	01/09/1989	10.95%	-9.64%	-0.64%	7.09%	-2.52%	6.21%		
Alger American Income & Growth Portfolio	11/15/1988	8.20%	-10.15%	-7.84%	4.44%	-3.52%	7.68%		
Alger American Leveraged AllCap Portfolio (11)	01/25/1995	13.20%	-4.07%	8.22%	9.80%	-0.47%	7.91%		
Alger American MidCap Growth Portfolio (12)	05/03/1993	12.61%	-6.73%	1.13%	11.59%	2.81%	9.05%		
Alger American Small Capitalization Portfolio (10)	09/21/1988	10.04%	2.32%	15.65%	20.01%	5.21%	2.42%		
AMERICAN NATIONAL INVESTMENT ACCOUNTS, INC.									
American National Balanced Portfolio (3)	03/01/1991	5.71%	-4.89%	-3.72%	2.88%	1.32%	4.96%		
American National Growth Portfolio (3)	03/01/1991	5.33%	-3.92%	-0.89%	7.06%	-1.76%	3.04%		
American National Equity Income Portfolio (3)	03/01/1991	7.61%	-2.48%	-0.30%	7.63%	1.03%	6.78%		
American National Money Market Portfolio (1,3)	03/01/1991	1.98%	-4.99%	-4.11%	-0.90%	-0.21%	1.86%	-4.39%	-4.53%
American National Government Bond Portfolio (3,9)	05/01/2000	3.24%	-6.88%	-7.14%	-1.82%	1.50%	N/A		
American National High Yield Bond Portfolio (3,8)	05/01/2000	2.89%	-4.67%	-6.46%	2.36%	2.46%	N/A		
American National International Stock Portfolio (3,6)	05/01/2000	-2.86%	1.37%	12.42%	15.17%	3.56%	N/A		
American National Small-Cap/Mid-Cap Portfolio (3,7)	05/01/2000	-18.21%	3.46%	16.44%	13.72%	-6.80%	N/A		
FEDERATED INSURANCE SERIES									
Federated Equity Income Fund II (3)	01/30/1997	3.84%	-0.71%	2.91%	9.42%	2.02%	N/A		
Federated Mid Cap Growth Strategies Fund II (3)	11/09/1995	8.91%	-5.12%	3.32%	14.34%	2.73%	8.11%		
Federated High Income Bond Fund II Primary Shares (8)	03/01/1994	4.95%	-4.18%	-2.13%	5.18%	5.87%	4.50%		
Federated Capital Income Fund II (3)	02/10/1994	3.16%	-3.50%	0.27%	7.48%	-1.57%	1.90%		
Federated Kaufmann Fund II Primary Shares (6,10,14)	04/30/2002	8.27%	-4.02%	6.09%	13.32%	N/A	N/A		
Federated Fund for U.S. Government Securities II (9)	03/28/1994	3.99%	-7.48%	-8.14%	-1.06%	2.23%	4.07%		
Federated Quality Bond Fund II Primary Shares (6,8)	04/28/1999	3.46%	-7.40%	-8.06%	-1.40%	2.62%	N/A		
FIDELITY VARIABLE INSURANCE PRODUCTS - SERVICE CLASS 2 SHARES‡									
Fidelity VIP Aggressive Growth Portfolio (3,12)	12/27/2000	-1.72%	-9.59%	-4.65%	6.21%	-3.14%	N/A		
Fidelity VIP Asset Manager Growth Portfolio (4)	01/03/1995	6.01%	-7.58%	-3.49%	3.02%	0.16%	4.03%		
Fidelity VIP Asset Manager Portfolio (4)	09/06/1989	6.75%	-6.69%	-3.36%	2.46%	1.22%	4.64%		
Fidelity VIP Contrafund Portfolio (3)	01/03/1995	12.50%	-3.25%	8.69%	15.08%	7.69%	10.07%		
Fidelity VIP Index 500 Portfolio (3)	08/27/1992	8.76%	-4.50%	0.21%	7.97%	0.20%	6.54%		
Fidelity VIP Growth Opportunities Portfolio (3)	01/03/1995	5.30%	-11.02%	-2.90%	5.56%	-0.82%	2.78%		
Fidelity VIP Mid-Cap Portfolio (3)	12/28/1998	18.21%	-0.68%	13.80%	23.22%	13.19%	N/A		
Fidelity VIP Value Portfolio (3)	05/09/2001	3.98%	-2.94%	3.12%	9.54%	4.18%	N/A		
Fidelity VIP Value Strategies Portfolio (3)	02/20/2002	8.04%	-3.52%	2.45%	13.45%	N/A	N/A		
Fidelity VIP Value Leaders Portfolio (3)	06/17/2003	10.61%	-4.32%	3.18%	11.82%	N/A	N/A		
Fidelity VIP Growth and Income Portfolio (3)	12/31/1996	5.64%	-5.45%	4.99%	5.32%	0.83%	N/A		
Fidelity VIP Equity-Income Portfolio (3)	10/09/1986	9.32%	-2.23%	4.02%	10.44%	3.10%	7.01%		
Fidelity VIP Investment Grade Bond Portfolio (3)	12/05/1988	4.57%	-7.51%	-8.31%	-0.87%	3.13%	4.71%		
AIM VARIABLE INSURANCE FUNDS SERIES - SERIES 1 SHARES									
AIM V.I. Dynamics Fund (14,15,16)	08/22/1997	4.07%	-0.01%	9.02%	14.29%	-0.35%	N/A		
AIM V.I. Small Company Growth Fund (14,16,17,21)	08/22/1997	5.47%	-0.85%	4.92%	11.99%	-1.04%	N/A		
AIM V.I. Financial Services Fund (16,18,19)	09/20/1999	5.74%	-5.85%	2.02%	7.91%	1.97%	N/A		
AIM V.I. Global Health Care Fund (16,17,18,19)	05/21/1997	7.04%	-8.52%	-0.53%	5.15%	0.07%	N/A		
AIM V.I. Real Estate Fund (15,16,17,18,24,25)	03/31/1998	11.66%	6.20%	11.70%	25.06%	18.59%	N/A		
AIM V.I. Technology Fund (16,17,18,19)	05/20/1997	1.43%	-7.18%	0.56%	6.29%	-9.69%	N/A		
AIM V.I. Utilities Fund (16,18,19)	12/30/1994	6.37%	0.27%	5.54%	15.89%	1.46%	5.78%		
MFS VARIABLE INSURANCE TRUST - INITIAL CLASS SHARES									
MFS Capital Opportunities Series	08/14/1996	5.79%	-5.17%	-1.82%	6.49%	-3.70%	N/A		
MFS Emerging Growth Series (13)	07/24/1995	6.29%	-7.91%	1.55%	8.14%	-3.60%	3.85%		
MFS Investors Trust Series	10/09/1995	6.24%	-6.33%	0.31%	7.68%	-0.12%	5.01%		
MFS Research Series	07/26/1995	6.09%	-7.34%	-1.49%	9.16%	-0.62%	4.53%		
T. ROWE PRICE									
T. Rowe Price Equity Income Portfolio	03/31/1994	10.30%	-2.18%	1.46%	9.34%	3.99%	8.20%		
T. Rowe Price International Stock Portfolio (6)	03/31/1994	4.20%	-3.48%	14.31%	15.88%	4.41%	3.27%		
T. Rowe Price Limited-Term Bond Portfolio	05/13/1994	3.74%	-6.24%	-6.13%	-1.43%	1.66%	3.64%		
T. Rowe Price Mid-Cap Growth Portfolio (22,23)	12/31/1996	10.30%	-5.83%	5.68%	14.45%	6.54%	N/A		

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The standardized performance report is current as of the date shown at the top of the report. **Performance data quoted represents past performance and does not guarantee future results. Investment return and principal value of an investment will fluctuate so that an investor's units, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted.** The WealthQuest® III Group Variable Annuity is a long-term investment vehicle and each premium payment is subject to a maximum deferred sales charge of 7% in the first year, declining each year through year 7 following the date of the contract.

There is no annual contract fee imposed on the WealthQuest® III Group Variable Annuity product.

The returns reflect the investment experience of a $1,000 as though WealthQuest® III Group Variable Annuity had been in existence since the Adoption Date. The performance figures reflect the performance of the underlying portfolios adjusted by the Mortality and Expense (M&E) Risk Fees and the Administrative Asset Fee, and the Surrender Charge that would apply only in the event of a contract surrender at the end of the applicable period. The M&E Risk Fee and Administration Asset Fee as an annual percentage of average net assets is 1.25% from inception of the product to 4/30/03. Effective 5/1/03, the M&E Risk Fee is .35% annually (or .00096%) and the Administration Asset Fee is based on the amount of account value and charged monthly as follows:

Account Value	Annual Fee	MonthlyFee
0-500,000	.90%	.07500%
500,000.01-1,000,000	.70%	.05833%
1,000,000.01-3,000,000	.50%	.04167%
3,000,000.01-5,000,000	.25%	.02083%
over 5,000,000	0%	0%

The performance returns shown in this report reflect the total annual charge of 1.25%, the maximum allowed in the contract.

* "Adoption Date" is the date the underlying portfolio first became available in the American National Variable Annuity Separate Account. WealthQuest® III Deferred Group Variable Annuity was first offered to the public on 08-11-00. Returns are cumulative for portfolios in existence less than one year.

§ Current Yield is for the seven days ending on the date shown at the top of the report. The current yield quotation more closely reflects the current earnings of the money market portfolio in the product. Reflects the 7-day current yield with and without applicable investment advisory fee waivers or excess expense reimbursements.

N/A means the information or performance data is either not applicable or not available for all or part of the period indicated.

‡ The returns for subaccounts that invest in an underlying portfolio with a 12b-1 fee, reflect the historical performance of that share class of the underlying portfolio.

WealthQuest® III Group Variable Annuity

STANDARDIZED PERFORMANCE REPORT

THIS REPORT REFLECTS DEDUCTION OF A SURRENDER CHARGE.
It reflects standardized average annual total returns current as of periods shown below.
Performance data quoted represents past performance and does not guarantee future results. Investment return and principal value of an investment will fluctuate so that an investor's units, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted.
The performance report for this product, current to the most recent month-end, can be found at www.prospectuslink.com.

	Returns as of 6/30/06						
						7-Day Current Yield§	
Subaccounts	**Adoption Date***	**Since Adoption***	**1-Year**	**5-Year**	**10-Year**	**With Waiver**	**Without Waiver**
THE ALGER AMERICAN FUND CLASS O SHARES							
Alger American Balanced Portfolio	05/01/2000	-0.61%	-3.18%	0.95%	N/A		
Alger American Growth Portfolio	05/01/2000	-6.00%	-0.64%	-2.52%	N/A		
Alger American Income & Growth Portfolio	05/01/2000	-5.22%	-7.84%	-3.52%	N/A		
Alger American Leveraged AllCap Portfolio (11)	05/01/2000	-6.49%	8.22%	-0.47%	N/A		
Alger American MidCap Growth Portfolio (12)	05/01/2000	1.04%	1.13%	2.81%	N/A		
Alger American Small Capitalization Portfolio (10)	05/01/2000	-4.11%	15.65%	5.21%	N/A		
AMERICAN NATIONAL INVESTMENT ACCOUNTS, INC.							
American National Balanced Portfolio (3)	08/12/1994	6.29%	-3.72%	1.32%	4.96%		
American National Growth Portfolio (3)	08/12/1994	5.32%	-0.89%	-1.76%	3.04%		
American National Equity Income Portfolio (3)	08/12/1994	8.37%	-0.30%	1.03%	6.78%		
American National Money Market Portfolio (1,3)	08/12/1994	2.12%	-4.11%	-0.21%	1.86%	-4.39%	-4.53%
American National Government Bond Portfolio (3,9)	05/01/2000	3.24%	-7.14%	1.50%	N/A		
American National High Yield Bond Portfolio (3,8)	05/01/2000	2.73%	-6.46%	2.46%	N/A		
American National International Stock Portfolio (3,6)	05/01/2000	-3.02%	12.42%	3.56%	N/A		
American National Small-Cap/Mid-Cap Portfolio (3,7)	05/01/2000	-18.88%	16.44%	-6.80%	N/A		
FEDERATED INSURANCE SERIES							
Federated Equity Income Fund II (3)	10/01/1997	2.28%	2.91%	2.02%	N/A		
Federated Mid Cap Growth Strategies Fund II (3)	10/01/1997	-1.79%	3.32%	2.73%	N/A		
Federated High Income Bond Fund II Primary Shares (8)	10/01/1997	2.86%	-2.13%	5.87%	N/A		
Federated Capital Income Fund II (3)	10/01/1997	0.14%	0.27%	-1.57%	N/A		
Federated Kaufmann Fund II Primary Shares (6,10,14)	05/01/2005	14.20%	6.09%	N/A	N/A		
Federated Fund for U.S. Government Securities II (9)	10/01/1997	3.62%	-8.14%	2.23%	N/A		
Federated Quality Bond Fund II Primary Shares (6,8)	05/01/2005	-5.14%	-8.06%	N/A	N/A		
FIDELITY VARIABLE INSURANCE PRODUCTS - SERVICE CLASS 2 SHARES‡							
Fidelity VIP Aggressive Growth Portfolio (3,12)	05/01/2001	-2.83%	-4.65%	-3.14%	N/A		
Fidelity VIP Asset Manager Growth Portfolio (4)	04/28/1995	5.69%	-3.49%	0.16%	4.03%		
Fidelity VIP Asset Manager Portfolio (4)	08/12/1994	5.32%	-3.36%	1.22%	4.64%		
Fidelity VIP Contrafund Portfolio (3)	04/28/1995	11.54%	8.69%	7.69%	10.07%		
Fidelity VIP Index 500 Portfolio (3)	08/12/1994	9.03%	0.21%	0.20%	6.54%		
Fidelity VIP Growth Opportunities Portfolio (3)	10/01/1997	-0.59%	-2.90%	-0.82%	N/A		
Fidelity VIP Mid-Cap Portfolio (3)	05/01/2001	12.99%	13.80%	13.19%	N/A		
Fidelity VIP Value Portfolio (3)	05/01/2005	6.25%	3.12%	N/A	N/A		
Fidelity VIP Value Strategies Portfolio (3)	05/01/2005	12.43%	2.45%	N/A	N/A		
Fidelity VIP Value Leaders Portfolio (3)	05/01/2005	7.17%	3.18%	N/A	N/A		
Fidelity VIP Growth and Income Portfolio (3)	05/01/1999	-0.42%	4.99%	0.83%	N/A		
Fidelity VIP Equity-Income Portfolio (3)	08/12/1994	8.91%	4.02%	3.10%	7.01%		
Fidelity VIP Investment Grade Bond Portfolio (3)	08/12/1994	4.96%	-8.31%	3.13%	4.71%		
AIM VARIABLE INSURANCE FUNDS - SERIES I SHARES							
AIM V.I. Dynamics Fund (14,15,16)	05/01/2001	-1.03%	9.02%	-0.35%	N/A		
AIM V.I. Small Company Growth Fund (14,16,17,21)	05/01/2001	-0.73%	4.92%	-1.04%	N/A		
AIM V.I. Financial Services Fund (16,18,19)	05/01/2001	2.68%	2.02%	1.97%	N/A		
AIM V.I. Global Health Care Fund (16,17,18,19)	05/01/2001	0.82%	-0.53%	0.07%	N/A		
AIM V.I. Real Estate Fund (15,16,17,18,24,25)	05/01/2001	18.64%	11.70%	18.59%	N/A		
AIM V.I. Technology Fund (16,17,18,19)	05/01/2001	-11.25%	0.56%	-9.69%	N/A		
AIM V.I. Utilities Fund (16,18,19)	05/01/2001	-1.71%	5.54%	1.46%	N/A		
MFS VARIABLE INSURANCE TRUST - INITIAL CLASS SHARES							
MFS Capital Opportunities Series	10/01/1997	3.19%	-1.82%	-3.70%	N/A		
MFS Emerging Growth Series (13)	10/01/1997	1.68%	1.55%	-3.60%	N/A		
MFS Investors Trust Series	10/01/1997	1.84%	0.31%	-0.12%	N/A		
MFS Research Series	10/01/1997	1.87%	-1.49%	-0.62%	N/A		
T. ROWE PRICE							
T. Rowe Price Equity Income Portfolio	10/01/1997	5.60%	1.46%	3.99%	N/A		
T. Rowe Price International Stock Portfolio (6)	10/01/1997	2.02%	14.31%	4.41%	N/A		
T. Rowe Price Limited-Term Bond Portfolio	10/01/1997	3.32%	-6.13%	1.66%	N/A		
T. Rowe Price Mid-Cap Growth Portfolio (22,23)	10/01/1997	9.14%	5.68%	6.54%	N/A		