

September 2005

**Great news about your
Kemper Employees' 401(k) Plan**

Dear Kemper Employees' 401(k) Plan Participant:

We're pleased to announce exciting changes to the Kemper Employees' 401(k) Plan. After extensive discussions with two preeminent providers in the industry, Kemper has selected The Vanguard Group as the plan's new record keeper and investment manager. Vanguard, a leader in the financial services industry and a premier retirement plan provider, is known for its high value, low costs, and exceptional service.

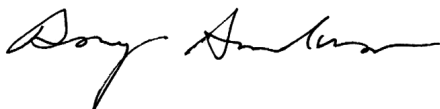
Vanguard, started in 1975, manages more than \$880 billion in assets. At Vanguard you'll benefit from:

- A wide selection of investment choices for fine-tuning your portfolio.
- Access to your account 24 hours a day—online and by telephone—to check your balance, conduct transactions, and get information.
- Services and tools providing financial planning, guidance, and advice to help you with all of your retirement needs.
- Personalized attention from experienced professionals who can answer questions and help you make decisions.

Stay tuned

This letter provides the latest information about the move to Vanguard, which is scheduled for mid-December 2005. Additional information about the transition to Vanguard will be sent to you regularly. You'll also receive more information over the next several weeks and months about how Vanguard can help you with your retirement assets.

Sincerely,



Doug Andrews
President and
Chief Executive Officer