

## **Annuity**

### **Deferred Annuities**

#### **Tax-deferred growth NOW, Income LATER**

A deferred annuity lets you accumulate assets on a tax-deferred basis without putting your principal at long-term risk. It can be purchased with either a single-premium or multiple premiums.

American General Life Companies offers two types of deferred annuity products, with varying degrees of risk.

**Traditional fixed annuities**, in which your annuity grows in a fixed-interest account over a number of years. Choose from:

- AG HorizonAchiever<sup>®</sup>
- AG HorizonFlex<sup>®</sup>
- AG Horizon Select<sup>®</sup>
- AG HorizonSecure
- AG HorizonMYG<sup>®</sup>
- AG HorizonPlus

**Index Annuities**, in which the performance of your annuity is based in part on one or more outside stock market indices. With these products comes the opportunity for increased market growth potential minus principal risk exposure, which means you'll never lose money due to market downturns. Choose from:

- AG HorizonIndex<sup>®</sup>
- AG VisionMaximizer<sup>®</sup>
- AG VisionAdvantage<sup>®</sup>
- AG Global Bonus Index<sup>®</sup> Annuity
- AG Global 6 & 8 Index<sup>®</sup> Annuities

Many of our index annuities offer an optional rider, AG Lifetime Income Builder<sup>®</sup>. With it you build a guaranteed Income Base that can be used to make Income Withdrawals guaranteed to never decrease last as long as you live<sup>1</sup>...even if the Annuity Value falls to zero!

---

### **Deferred Annuities**

#### **Turn accumulated wealth into guaranteed income**

**If you have a job, budgeting is relatively simple: it's based on your paycheck. But once you retire, particularly with pensions so rare, that steady source of income often goes away.**

To replace that missing paycheck, many people choose to access their retirement savings or their 401(k) or IRA assets. But even if you withdraw as little as 4% a year from your retirement assets, you risk running out of money, which is a problem considering that we're living longer than ever before.

With an income annuity from American General Life Companies, you can have a larger income each month, guaranteed for your life or the joint lives of you and your spouse. . You can also purchase an income annuity that's guaranteed to pay you a certain amount of money for a certain period of time. Or,

you can combine these two methodologies... for instance; you can have guaranteed income payments for life, or the joint lives of you and your spouse, or for a certain number of years, whichever is longer. In exchange for these higher income payments, income annuities permanently convert your principal to an income stream.

An income annuity is purchased with a single, one-time, premium payment. The income payments you are guaranteed to receive from an income annuity must begin within a year. You can choose to keep your income payments level during the entire payout period or have them increase each year (either by a set percentage or by the change in the consumer price index.)

#### Other Uses of Income Annuities

While funding retirement is the most common use of an income annuity, it can be an attractive solution for other needs as well. These include:

- Term life insurance funding (certain period)
- Elderly parent support (based on life of parent)
- Charitable giving (based on life of donor)
- College or other education costs for children (certain period)
- Alimony (as required by law either based upon life of provider or certain period)
- Child support (certain period)
- Income replacement after spouse dies (convert part of life insurance proceeds based upon life of surviving spouse or for a certain period, as desired)