

## Fixed 4 Annuity

A single premium tax deferred fixed annuity



### Product Overview

Through our American Pathway series of annuities, we are committed to helping grow and protect the financial security of you and your family.

US Life Guarantees	
Four-Year Initial Interest Rate Guarantee	The initial interest rate on the single premium is guaranteed for four years.
Guaranteed Minimum Interest Rate	At the end of the initial interest rate guarantee period, an interest rate will be declared annually and guaranteed for one year. The rate will not be less than the guaranteed minimum interest rate specified in your contract.
Guaranteed Minimum Withdrawal Value	Upon full surrender, payment of death claim or annuitization you will never receive less than 87.5% of your premium, less prior withdrawals (excluding any withdrawal charge and market value adjustment) earning an annual rate as specified in your contract.
Immediate Crediting	Interest crediting begins on the effective date of the contract.
Tax-Qualified Distributions	AGL will make all necessary calculations to ensure IRS Required Minimum Distributions (RMDs) based on the contract may be made, unless the contract owner requests otherwise.
Statements	Each client receives a welcome letter and an annual statement.

Amounts	
\$25,000	Minimum single premium for nonqualified and tax-qualified annuities.
\$2,000	Minimum value to maintain contract.
\$250	Minimum random withdrawal amount.
\$100	Minimum systematic withdrawal amount. <sup>1</sup>
\$1,000,000	Maximum single premium amount without prior company approval. <sup>1</sup>

<sup>1</sup> By company practice, which is subject to change.

Not FDIC or NCUA/NCUSIF Insured
May Lose Value • No Bank or Credit Union Guarantee Not a Deposit • Not Insured by any Federal Government Agency

Annuities issued by  
**American General Life Insurance Company (AGL)**  
 Guarantees are backed by the claims-paying ability of AGL.



<b>Ages</b>	
Issue Ages	Maximum issue age 90. Minimum owner issue age is 18, or if earlier, the age of majority as defined by law in state of issue. If contract is jointly owned, issue age restrictions apply to both owners.
Maximum Annuity Age	When income must begin: <ul style="list-style-type: none"> <li>• Nonqualified annuities: By age 95, otherwise the contract must be surrendered.</li> <li>• Tax-qualified annuities: Generally by April 1 of the year after the annuitant reaches age 70½ unless RMD requirements are being satisfied elsewhere. Income can be taken by annuitization of the contract or by partial withdrawals. However, the contract must be annuitized or surrendered no later than age 95.</li> </ul>
<b>Ownership</b>	
	Single, joint; nonqualified, IRA, SEP IRA and Roth IRA
<b>Market Value Adjustment (MVA)</b>	
	<p>MVA applies during the initial rate term only. The MVA is an adjustment that can either increase or decrease the withdrawal amount depending on the current interest rate environment. When interest rates at the time of the withdrawal are higher than the level at the time the contract is issued, the MVA will result in a decrease. If interest rates are down, the MVA will increase the withdrawal amount.</p> <p>Should an MVA decrease apply, the amount charged will not result in your receiving less than the minimum withdrawal value as defined in your contract or MVA endorsement. MVA does not apply to withdrawals representing penalty-free withdrawal amounts, RMDs, annuitization or death benefit. An external index referenced in your contract is used to measure rates.</p>
<b>Withdrawals</b>	
Penalty-free Withdrawal Privilege	After the first year, you may take multiple penalty-free withdrawals (without charges or MVA adjustments) each year not exceeding a total of 5% of the previous anniversary contract value. If withdrawals are made during the first year or exceed the 5% penalty-free annual amount during the remaining guarantee term, withdrawal charges and MVA will apply to the excess amount. Amounts withdrawn after the withdrawal charge period will not have charges or MVA assessed.
Systematic Withdrawals	<ol style="list-style-type: none"> <li>1) Systematic withdrawals are allowed at any time by making a written election<sup>1</sup></li> <li>2) \$100 minimum amount<sup>1</sup> monthly, quarterly, semiannually or annually</li> <li>3) Systematic withdrawals may be subject to withdrawal charges if they exceed penalty-free withdrawal amounts</li> </ol>
Random Withdrawal	\$250 minimum amount. AGL reserves the right to pay the entire contract value and terminate the contract if a withdrawal reduces the contract value to less than \$2,000.
<b>Taxes, Tax Advantages &amp; Tax-Free Transfers</b>	
Tax Deferral	Federal income taxes are deferred until the year interest is withdrawn. <sup>2</sup> There is no tax deferral if the owner is a corporation. If the owner is a trust or other entity, please consult a tax advisor regarding the tax-deferred status. The return of principal may also be taxable on tax-qualified annuities, such as traditional IRAs.
Tax-Advantaged Income	Once the contract is annuitized, part of each annuity income payment is considered a tax-free return of principal (except tax-qualified annuities, such as traditional IRAs, where the principal may also be taxable).

<sup>1</sup> By company practice, which is subject to change.

<sup>2</sup> Unless your annuity is a Roth IRA, for federal income tax purposes, withdrawals are treated as earnings first, subject to ordinary income tax, and as a return of principal after earnings are exhausted.

## Taxes, Tax Advantages & Tax-Free Transfers (Cont'd)

Pre-59½ Withdrawals	Taxable withdrawals prior to age 59½ may be subject to a 10% federal early withdrawal tax penalty. The penalty may be waived for death, total disability (as defined by the IRS), or if the payment is made as part of a series of substantially equal payments for the life expectancy of the owner (except tax-qualified annuities where the entire amount withdrawn may be subject to a 10% federal early withdrawal tax penalty).
Tax-Free Exchange	May be used for exchanges from a life insurance or endowment contract or another annuity. <sup>3</sup> To maintain non-taxable status, the owner and annuitant must remain the same, and the owner cannot take receipt of the funds.
Tax-Qualified Plans	May be an initial tax-qualified contribution, or a transfer or direct rollover of funds from IRAs or qualified retirement plans such as SEPs, Keoghs or 401(k)s. <sup>3</sup>

## Charges & Fees

Initial Sales Charge	None.
Annual Fee	None.
Withdrawal Charge Schedule	The withdrawal charge is a percentage of the amount withdrawn in excess of penalty-free amounts (before application of any MVA) during the withdrawal charge period only. After the withdrawal charge period, no withdrawal charge will apply to any withdrawals.

Contract year	1	2	3	4	Thereafter
Withdrawal charge	8%	7%	7%	6%	0%

## Withdrawal Charge Waivers

The following riders allow you to make withdrawals without a withdrawal charge or MVA decrease when certain conditions are met. There is no charge for these riders. Details about utilizing the riders, including qualifying conditions and waiting periods, are set forth in the riders. These riders are not available in all states.

Extended Care	The owner must receive extended care for at least 90 consecutive days, beginning after the first contract year. The extended care may not have begun before the contract date.
Terminal Illness	The owner must be initially diagnosed with a terminal illness before the contract date. Only one partial or a full withdrawal is permitted.
Activities of Daily Living	The owner must be unable to perform at least two of the six activities of daily living for at least 90 consecutive days, beginning after the first contract year.

## Death Benefit

Payable on death of owner. Equals the greater of the contract value (without withdrawal charge or MVA) or the minimum withdrawal value. Joint owners must be each other's sole primary beneficiary.

Spousal Beneficiaries	If the spouse is the sole beneficiary of a deceased owner, he/she may elect to become the new "owner" or receive a distribution.
Non-Spousal Beneficiaries	Upon the death of any owner, the beneficiary may receive either annuity income beginning within one year or a total distribution within five years.

<sup>3</sup> State replacement forms may be required on Section 1035 exchanges of life insurance policies or annuities and rollovers and transfers from other annuities.

Annuities are long-term retirement saving vehicles.

Retirement accounts such as IRAs can be tax deferred regardless of whether or not they are funded with an annuity. The purchase of an annuity within an IRA does not provide additional tax-deferred treatment of earnings. However, annuities do provide other features and benefits.

This information is general in nature, may be subject to change and does not constitute legal, tax or accounting advice from any company, its employees, financial professionals or other representatives. Applicable laws and regulations are complex and subject to change. Any tax statements in this material are not intended to suggest the avoidance of U.S. federal, state or local tax penalties. For advice concerning your situation, consult your professional attorney, tax advisor or accountant.

Annuities issued by **American General Life Insurance Company** (AGL), Houston, TX. Issuing company AGL is responsible for financial obligations of insurance products and is a member of American International Group, Inc. (AIG).

May not be available in all states and product features may vary by state. Please refer to your contract.

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