

Fixed 5 Annuity

A single-premium tax-deferred fixed annuity



Annuities issued by
 American General Life Insurance Company (AGL) and
 The United States Life Insurance Company in the City of New York (US Life)

Product Overview

Through our American Pathway series of annuities, we offer protection of your savings and predictable retirement income payments. We are committed to helping protect the financial security of you and your family.

All guarantees are backed by the claims-paying ability of the issuing insurance company.

AGL and US Life Guarantees	
One-Year Interest Rate Guarantee Option	The initial interest rate on the single premium (payment) is guaranteed for one year and may include an interest rate enhancement or an up-front premium bonus payable on the contract date. ¹ (In New York the only enhancement available is the up-front premium bonus.)
Three-Year Interest Rate Guarantee Option	The initial interest rate on the single premium is guaranteed for three years and may include an interest enhancement payable in the first three contract years. ¹
Five-Year Interest Rate Guarantee Option	The initial interest rate on the single premium is guaranteed for five years. ¹
Five-Year Interest Rate Guarantee Option with Market Value Adjustment (MVA)	If you select the five-year interest rate guarantee with MVA, you'll earn a competitive rate on your single premium for five years. ^{1, 2} With the MVA option, in addition to early withdrawal charge fees, withdrawals made during the MVA term that are above permitted amounts will also be subject to a market value adjustment.
Guaranteed Minimum Renewal Rate	Regardless of future economic conditions, your annuity is guaranteed to renew at or above the minimum interest rate, which is listed in your contract or applicable endorsement(s).
Optional Return-of-Premium Guarantee	You may select an optional return-of-premium guarantee at the time of purchase. If you select the return-of-premium guarantee, the annuity may be returned at any time for an amount equal to the single premium paid, less prior withdrawals, or the withdrawal value (annuity value less any applicable early withdrawal charge fees), whichever value is greater. Adding this feature will result in a slightly lower initial interest rate than a contract without the feature would receive.
Immediate Crediting	Interest crediting begins the same day the money is deposited into the AGL or US Life account.
Guaranteed Rate Lock	Initial rate guaranteed for 90 days from date of signing the application on any Section 1035 exchange, direct rollover or transfer.
Free-Look Guarantee	AGL and US Life allow a 20-day (or longer in some states) free-look period.
Tax-Qualified Distributions	AGL and US Life will make all necessary calculations to ensure IRS required minimum distributions (RMD) are made, unless the contract owner requests otherwise. Prior to any RMD, the company will notify the owner of distribution options.
Statements	Each customer receives a welcome letter and an annual statement.

Amounts	
\$5,000	Minimum single premium for nonqualified annuities.
\$2,000	Minimum single premium for tax-qualified annuities.
\$2,000	Minimum value to maintain contract.
\$250	Minimum random withdrawal amount.
\$50	Minimum systematic withdrawal amount. ³
\$50	Minimum annuitization periodic payment amount.
\$1,000,000	Maximum single premium amount without prior company approval. ³

Ages	
Issue Ages	0 - 90 (0 - 85 in New York) owner and annuitant: nonqualified annuities and tax-qualified annuity transfers or rollovers. 0 - 70 owner and annuitant: tax-qualified annuities.
Maximum Annuity Age	When distribution of annuity income must begin: Nonqualified annuities: age 100 (age 90 in New York), unless otherwise indicated on the application. Tax-qualified annuities: distribution must generally begin by April 1 of the year after the annuitant reaches age 70½ unless RMD requirements are being satisfied elsewhere. Distribution may be accomplished by annuitization of the contract or by taking partial withdrawals.

Ownership	
Types of Ownership	Single, joint, living trust, Roth and traditional IRAs, SEP, corporate, Keogh and minor child (UTMA/UGMA).

Market Value Adjustment ² (Applies to five-year option with market value adjustment only.)	
Market Value Adjustment	A market value adjustment applies in the event of early and/or excess withdrawal during the MVA term period. The adjustment can either increase or decrease the remaining annuity value depending on the current interest rate environment. When interest rates are higher than or slightly below the level at time of purchase, the MVA will result in a deduction. If interest rates are down significantly, a positive MVA will be added. Should a negative adjustment apply, the amount charged will not result in your earning less than the minimum guaranteed rate less any applicable withdrawal charge. MVA does not apply to withdrawals representing free withdrawal amounts, premium guarantee (if applicable), or death benefit. The Treasury Constant Maturity Series reported by the Federal Reserve is used to measure rates.

Withdrawals	
Penalty-Free Withdrawal Privilege	After 30 days from the contract date, you may take multiple penalty-free withdrawals each year not exceeding in total the greater of (1) the accumulated interest earned or (2) up to 15% of the previous anniversary annuity value. If you do not use all of the 15% free withdrawal percentage in a contract year, you may carry over the unused portion to the next contract year up to a maximum of 20% of the annuity value.
Systematic Withdrawal Frequency	Monthly, quarterly, semiannually or annually. If the withdrawal amount is less than \$50, check frequency will move to the next withdrawal period.
Systematic Amount Options	1) Interest only. 2) Fixed-dollar amount (free if less than permitted free withdrawal amount).
Systematic Withdrawal	\$50 minimum amount. Systematic withdrawals ³ are mailed by check or deposited into a designated account on the 1st, 10th or 25th day of the month payment is due.
Random Withdrawal	\$250 minimum amount. (\$2,000 minimum value to maintain contract.) If a withdrawal reduces the value to less than \$2,000, we reserve the right to pay the entire withdrawal value and terminate the contract.

Taxes, Tax Advantages & Tax-Free Transfers

Tax Deferral	Federal income taxes are deferred until the year interest is withdrawn. ⁴ 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).
Pre-59½ Withdrawals	Withdrawals of interest prior to age 59½ may be subject to a 10% federal early withdrawal 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 penalty).
Tax-Free Exchange	May be used for exchanges from a life insurance or endowment contract or another annuity. ⁵ A 90-day rate lock applies. 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 for IRAs, SEPs, Keoghs or 401(k)s. ⁵

Charges & Fees

Initial Sales Charge	None.														
Annual Fee	None.														
Withdrawal Charge Schedule	<p>Withdrawals exceeding the permitted free withdrawal amounts are subject to the following early withdrawal charge schedule:</p> <table border="1"> <thead> <tr> <th>Contract year</th> <th>1</th> <th>2</th> <th>3</th> <th>4</th> <th>5</th> <th>Thereafter</th> </tr> </thead> <tbody> <tr> <td>Early withdrawal charge</td> <td>9%</td> <td>8%</td> <td>7%</td> <td>6%</td> <td>5%</td> <td>0%</td> </tr> </tbody> </table> <p>Charge is a percentage of premium withdrawn in excess of free amounts; interest earnings are withdrawn first, then the premium is withdrawn after earnings are exhausted.</p>	Contract year	1	2	3	4	5	Thereafter	Early withdrawal charge	9%	8%	7%	6%	5%	0%
Contract year	1	2	3	4	5	Thereafter									
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Death Benefits (Before Annuity Date)

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.

Early Withdrawal Charge Waivers (Not Available in Some States and Provisions may Vary from State to State)

Extended Care	After the first contract year (second year in New York), early withdrawal charge fees will be waived if the owner is confined to a qualifying institution or extended care facility for 90 consecutive days or longer.
Terminal Illness	Early withdrawal charge fees will be waived on one full or partial withdrawal upon the diagnosis of a terminal illness that will result in the death of a contract owner within one year. Written documentation from a qualified physician is required.
Activities of Daily Living	After the first contract year, early withdrawal charge fees will be waived if the owner cannot perform two or more of the six defined activities of daily living (bathing, continence, dressing, eating, toileting and transferring) for at least 90 consecutive days. Written certification by a licensed healthcare practitioner is required.

- ¹ Depending on market conditions, some interest rate options may not be available at all times. Please check with your licensed representative for availability.
- ² Not available in some states, including New York.
- ³ By company practice, which is subject to change.
- ⁴ 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.
- ⁵ State replacement forms may be required on Section 1035 exchanges of life insurance policies or annuities and rollovers and transfers from other annuities in AK, AL, AR, AZ, CA, CO, DE, FL, GA (life insurance only), HI, IA, ID, IL, IN, KS, KY, LA, MA, MD, ME, MN, MO, MS, MT, NC, NE, NH, NJ, NM, NV, OH, OK, OR, PA, RI, SC, SD, TN, TX, UT, VA, VT, WA, WI, WV, and WY. State replacement forms required if replacing life insurance with an annuity in GA.

Tax-qualified contracts such as IRAs, 401(k)s, etc., are tax deferred regardless of whether or not they are funded with an annuity. If you are considering funding a tax-qualified retirement plan with an annuity, you should know that an annuity does not provide any additional tax-deferred treatment of earnings beyond the treatment by the tax-qualified retirement plan itself. However, annuities do provide other features and benefits such as income options.

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Annuities issued by American General Life Insurance Company (AGL) **except in New York, where issued by** The United States Life Insurance Company in the City of New York (US Life).

Guarantees are backed by the claims-paying ability of the issuing insurance company.

Issuing companies AGL and US Life are responsible for financial obligations of insurance products and are members of American International Group, Inc. (AIG).

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American General Life Insurance Company
2727 - A Allen Parkway
Houston, Texas 77019

The United States Life Insurance Company in the City of New York
One World Financial Center, 200 Liberty Street
New York, New York 10281

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S116-NY, R342-06-NY, R348-06-NY, R371-05-X, R389-11-NY, R391-06-NY

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

