American Pathway®

Series of fixed annuities



Fixed 4 Annuity

Single premium tax deferred fixed annuity with market value adjustment (MVA)

Annuities issued by
American General Life Insurance Company (AGL)

Flexibility to adjust as your needs change ...



Not a deposit • Not insured by any federal government agency
May lose value • No bank or credit union guarantee Not FDIC/NCUA/NCUSIF insured

with short-term guaranteed growth

With the American Pathway series of fixed annuities you can expect:

- PROTECTION from market volatility
- Tax-deferred GROWTH
- GUARANTEED interest earnings
- ACCESS to your money

We are committed to helping grow and protect the financial security of you and your family.

Guarantees are backed by the claims-paying ability of AGL.

ACCUMULATE savings faster

Tax deferral is a key benefit that can help your savings accumulate at a faster rate than it would in a comparable taxable account. That's because you won't have to pay current taxes on any interest or earnings until withdrawal.[1]

You have the power of tax-deferred compounding interest working for you whether you purchase the annuity with after-tax (nonqualified) or pretax (qualified) monies.

Power in **your** hands

The power of tax-deferred saving means you have the advantage of compounding interest.

The power of tax-deferred growth



While your money remains in the annuity, the principal and earnings earn a fixed rate of interest.

Money that otherwise would have gone toward federal taxes stays in the annuity, earning interest.

Interest earning

Once your contract is issued, 100% of your money begins earning interest. No initial sales charges or annual fees are associated with the American Pathway Fixed 4 Annuity.

Interest is credited to the contract daily (based on a 365-day year) to achieve an annual yield that's equal to the declared rate. The money must remain in the annuity (without any withdrawals) for the entire year to achieve the rate.

Performance is not guaranteed. This hypothetical example assumes an annual rate of 2%, a constant yield, no additional premium payments and no withdrawals during the accumulation phase. This illustration is intended to reflect the advantage of tax deferral.

This example is for illustrative purposes only and does not reflect the performance of any particular product and does not take into account the differences in risk, maturity and credit quality when comparing identical tax-deferred and taxable yields.

[1] Withdrawals of taxable amounts are taxed as ordinary income and, if taken prior to age 59½, your withdrawal may be subject to a 10% federal early withdrawal tax penalty. Contractual withdrawal charges may also apply.

GIVE your financial strategy versatility

DESIGN your retirement solution with the American Pathway Fixed 4 Annuity that offers SHORT-TERM flexibility, LOW RISK and:

- A higher guaranteed interest rate for four years with market value adjustment (MVA)
- Guaranteed interest earnings
- Tax-deferred growth
- Protection for your family with a guaranteed death benefit
- Protection from market volatility
- No initial sales charges or annual fees
- Guaranteed lifetime payout options[2]

Helpful information on the MVA

A fixed annuity with an MVA typically offers a higher interest rate than a fixed annuity of the same time period without the feature. However withdrawals exceeding the free amounts during the MVA term will be subject to a market value adjustment in addition to standard contractual withdrawal charges.



[2] Annuitization required (the process of permanently converting the fixed annuity into a series of fixed payments). You can choose an option that provides guaranteed lifetime payment.

ACCESS to your money

The American Pathway Fixed 4 Annuity features a four-year withdrawal schedule so it can adapt to your short-term financial strategy.

After the first contract year, you may make multiple free withdrawals (withdrawals without withdrawal charges or MVA adjustments) each year, not exceeding in total 5% of the previous anniversary contract value, without a withdrawal charge or MVA. If withdrawals are made during the first year or exceed the 5% free out annually during the remaining guarantee term, withdrawal charges and MVA will apply to the excess amount.

You can always withdraw more than the free amounts at any time. During the withdrawal charge period, any amounts withdrawn over the free amount will incur a contractual withdrawal charge and an MVA which may reduce the amount of your withdrawal. After the withdrawal charge period (which is the same duration as the four-year initial guaranteed interest rate term), MVA and withdrawal charges do not apply.

The taxable portion of the money you withdraw is subject to federal income tax. If the withdrawal is taken prior to age 59½ a 10% federal early withdrawal tax penalty may also apply.

Decreasing withdrawal charges

As you can see below, the withdrawal charge decreases to zero after four years from the contract date.

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

Charge is a percentage of amount withdrawn in excess of free amounts; interest earnings are withdrawn first, then the premium is withdrawn after earnings are exhausted.

Market value adjustment

A market value adjustment applies in the event of an excess withdrawal during the MVA term period. The adjustment can either increase or decrease the withdrawal amount depending on the current interest rate environment.

When interest rates at the time of a withdrawal are higher than the level at the beginning of the MVA term, the MVA will result in a decrease. If interest rates are down, the MVA will increase the withdrawal amount.

Should a 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 free withdrawal amounts, Required Minimum Distributions (RMDs) or death benefit. The Barclays US Credit Index is used to measure rates.

SOMETIMES life happens

It's difficult to predict the future. You may have an emergency during the withdrawal charge period. That's why we offer options – for your "just in case" moments.

Withdrawal charge waivers

Multiple withdrawal charge waivers are available and can be used under certain defined circumstances:

Extended care	Withdrawal charges and MVA decrease (if applicable) will be waived if the owner is confined to a qualifying institution or extended care facility for 90 consecutive days or longer beginning after the first contract year.
Terminal illness	Withdrawal charges and MVA decrease (if applicable) will be waived for one full or partial withdrawal if the owner is diagnosed with a terminal illness that is expected to result in death within one year. This requires certification by a qualified physician.
Activities of daily living	After the first year, withdrawal charges and MVA decrease (if applicable) 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.

Protection for your family

American Pathway Fixed 4 Annuity can also help protect your family with a death benefit. The **death benefit** guarantees your specified beneficiary will be paid the greater of the annuity value – without any withdrawal charges or MVA (if applicable) or the minimum withdrawal value. Generally, designating annuity beneficiaries other than your estate avoids the costs and delays of probate.



YOU DECIDE how and when to receive income

The American Pathway Fixed 4 Annuity can help provide confidence that when retirement comes, you're prepared.

You choose:

- If you want to permanently convert your annuity into a series of fixed payments (annuitization) and choose an option that provides guaranteed lifetime income.
- When to begin receiving annuity payments and which payment option best suits you.[3]
- The amount of each payment (based on the payout option selected) during the payout phase.

If you choose to convert the annuity to a series of fixed payments

During the annuity's payout period, you'll begin to receive a series of payments. Once payments begin, the payout option cannot be changed.

Choose the payout option best for you:

Life only

Provides income payments for as long as the annuitant (the person who is entitled to receive benefits from the annuity) lives. Income payments end upon annuitant's death.

Life only with guaranteed period

Payments are guaranteed for as long as the annuitant lives. If the guaranteed period has not expired at the time of death, payments will continue to the beneficiary for the remainder of the guaranteed period.

Joint and survivor life

Provides income payments for as long as either of the two annuitants lives. Income payments end upon the second annuitant's death.

Period certain

Provides income payments for a specified period from five to 20 years. If you begin receiving payments prior to four years from the contract date, the minimum specified period is 10 years. Should you die before the period certain ends, your beneficiary will receive the remaining payments.

[3] The contract must either be annuitized or surrendered by the later of age 95 or the age on the last day of any guarantee term that is in effect when age 95 is reached.

Glossary of key terms

Accumulation phase
The period during which the annuity earns interest.

Annuitization
The process of permanently converting the fixed annuity into a series of fixed payments.

Beneficiary(ies)
The party(ies) who will receive the annuity death benefit if the contract owner dies.

Contract owner
The purchaser of the annuity contract.

Fixed annuity
An annuity in which the insurance company pays a fixed rate of interest on the funds placed in the contract. The insurance company guarantees both principal and interest.

Guaranteed period
An annuity payout option that guarantees payments will be made over a certain period of time, usually between five and 20 years.

Interest-out-first rule
A federal tax law that specifies any money withdrawn from an annuity (not paid out as regular annuity income) is considered to come first from the earnings in the account and is considered taxable income to the contract owner, up to the amount of the earnings. If there are no earnings in the account, then the withdrawal is not taxable income. For tax-qualified plans, the entire withdrawal amount may be subject to income tax.

Required Minimum Distribution (RMD)
The minimum amount you generally must withdraw from your account each year and must begin by April 1 of the year following the year a person reaches age 70½. If you do not withdraw the minimum amount you may be subject to a 50% federal tax penalty on amounts not withdrawn.

Single-premium annuity
An annuity purchased with one lump sum of money rather than with a series of periodic payments.

Tax deferred
In an annuity contract, income taxes are delayed or postponed on annuity earnings until withdrawn.

Withdrawal charge
A fee charged by many insurance companies for withdrawing all or part of the funds in an annuity. Withdrawal charges usually decrease to zero after the annuity has been in force for a period of years.

Start your journey

If you're age 90 or younger you can purchase the American Pathway Fixed 4 Annuity with a minimum single premium (payment) of $25,000.



You have choices for your financial destination

Fixed annuities offer a retirement income solution that could be a good fit for your strategy, but as with all financial products, there are certain risks to consider. Have an open discussion with your licensed financial professional about your long-term goals to determine if a fixed annuity is right for you.



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Retirement plans and accounts such as 403(b)s, IRAs, 401(k)s, etc., can be tax deferred regardless of whether or not they are funded with an annuity. Investment in an annuity within a plan does not provide additional tax-deferred treatment of earnings. However, annuities do provide other features and benefits.

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