

# benefits of an index annuity



## THE BENEFITS OF AN INDEX ANNUITY

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benefits

INDEX ANNUITY

Highlight this text then replace with your agency information.

North American Company for Life and Health Insurance  
Annuity Division

## Choosing The Right Accumulation Vehicle For Retirement Can Be Difficult. . .

- **On one hand, you want the safety and guarantee of principal and past earnings.**

- **On the other hand, most people prefer the potential of higher returns by being linked to the market, a return that a fixed rate investment cannot offer.**



**In the past, Retirement Savers have had to make their own investment decisions...**

**. . .That Was Then, This Is NOW!**  
**You Can Have The Best Of Both Worlds!**

- **Guarantee of principal with a minimum interest rate guarantee.**

**AND**

- **The potential to participate in stock market-linked growth.**



## **Safety, Guarantees, And Growth Potential**

**An Index Annuity provides you with all of the best features of a traditional fixed annuity; plus gains linked to a stock market Index.**

- **Guarantee of Principal**
- **Minimum Interest Guarantee**
- **The Power of Tax Deferral**
- **Potential of Stock Market-Linked Growth**



## Taxable Equivalent Yields

### “THE TRUE VELOCITY OF \$\$\$\$”

**This table shows the interest rate required on a taxable investment to equal the yield of tax-deferred interest in accumulation. For example, a person in the 35% tax bracket must earn 7.69% taxable to match the 5.00% Tax-Deferred Yield.**

**Remember that annuity earnings will be taxed in the “pay-out” or distribution phase.**



Taxable Equivalent Yields				
Tax-Deferred Interest	18% Taxable	28% Taxable	35% Taxable	
4.50%	5.49%	6.25%	6.92%	
5.00%	6.10%	6.94%	7.69%	
5.50%	6.71%	7.64%	8.46%	
6.00%	7.32%	8.33%	9.23%	
6.50%	7.93%	9.03%	10.00%	
7.00%	8.54%	9.72%	10.77%	
7.50%	9.15%	10.42%	11.54%	
8.00%	9.76%	11.11%	12.31%	

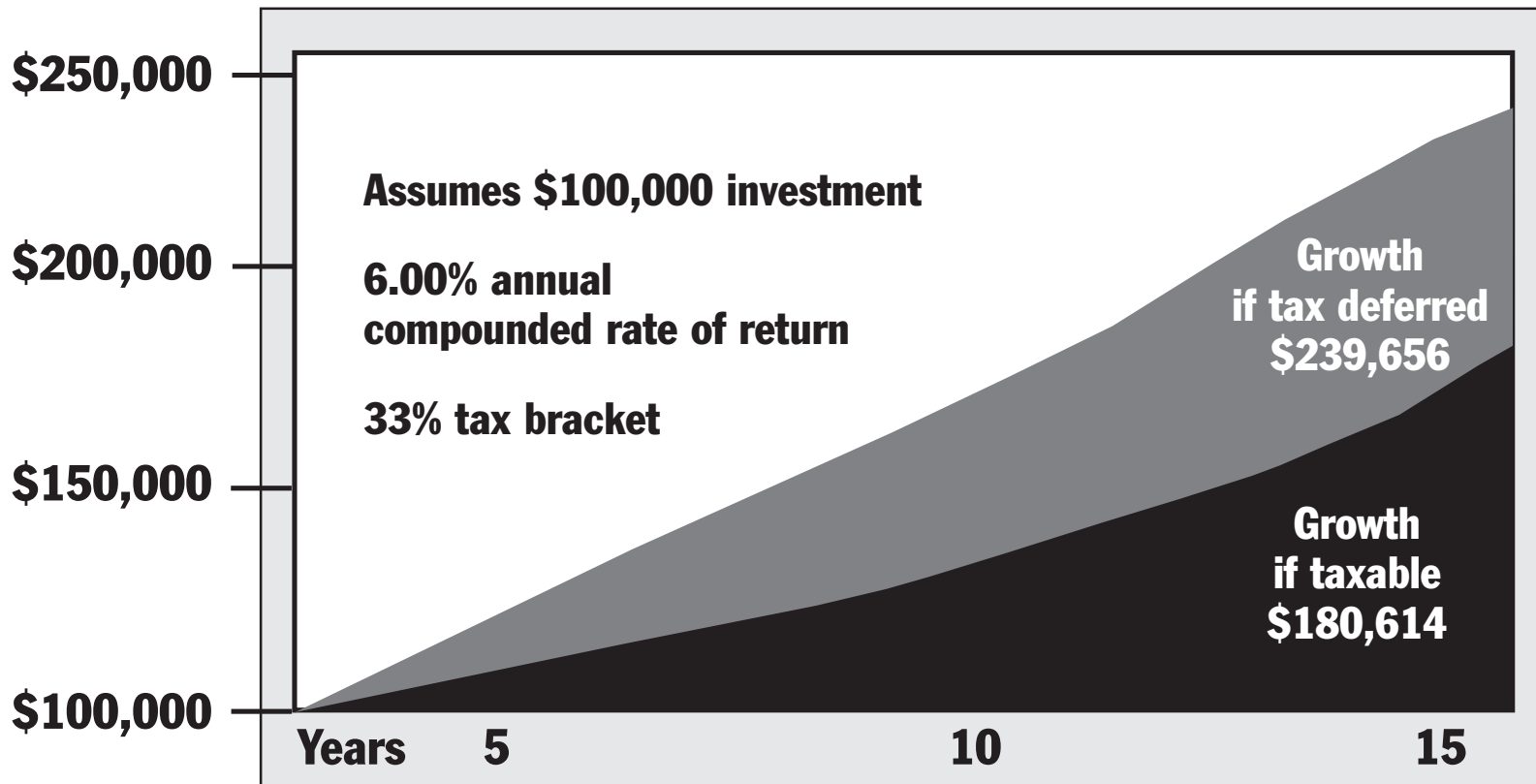
## **All Annuity Values Accumulate Tax Deferred**

**With an annuity, your money grows faster because you earn interest on dollars that would otherwise be paid as taxes.**

- **Your principal earns interest, the interest compounds, and the money saved in taxes earns interest.**
- **With this tax-deferred status, you can accumulate more money over a shorter period of time and consequently earn a greater return.**



## THE POWER OF TAX-DEFERRAL



**Your Money Can Grow FASTER!**

## Potential Of Stock Market-Linked Growth

**An Index Annuity allows a potential of stock market-linked growth without the potential of any market-type loss.**

**In contrast to a stock or mutual fund vehicle where the investor bears the market risk, the Index Annuity concept insulates you from a risk of market downturns.**





## Who Can Benefit From An Index Annuity?

- **Conservative investors**
- **CD, Traditional Fixed Annuity owners**
- **Retirement savers**
- **Investors desiring potentially higher returns with downside protection**



## Who Can Benefit From An Index Annuity? You Can!

**It is now possible to link your interest growth to stock index gains without market risk! Many people are currently taking advantage of this incredible opportunity with an Index Annuity.**

**Are you ready to experience the benefits that an Index Annuity can provide?**

