# American Pathway®

Series of fixed annuities

## Fixed 4 Annuity

A single premium tax deferred fixed annuity with market value adjustment

Annuities issued by American General Life Insurance Company (AGL)

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

| AGL Guarantees | |
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| Four-Year Initial Interest Rate Guarantee with Market Value Adjustment (MVA) | The initial interest rate on the single premium is guaranteed for four years and includes a market value adjustment (MVA). |
| Guaranteed Minimum Renewal Rate | At the end of the initial interest rate guarantee period, a renewal 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 or applicable endorsement(s). |
| Guaranteed Minimum Withdrawal Value | Upon full surrender, payment of death or annuitization you will never receive less than 87.5% of your premium, less prior withdrawals (excluding any withdrawal charge and MVA) earning an annual rate as specified in your contract. |
| Immediate Crediting | Interest crediting begins on the effective date of the policy. |
| Guaranteed Rate Lock | Initial rate guaranteed for 60 days from date of signing the application on any Section 1035 exchange, direct rollover or transfer. |
| Free-Look Guarantee | AGL allows a 20-day (or longer in some states) free-look period. Free-look period is 30 days if a replacement is involved. |
| 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. Prior to first RMD, the company will notify the owner of distribution options. |
| Statements | Each client receives a welcome letter and an annual statement. |

| Amounts | |
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| $25,000 | Minimum single premium for nonqualified annuities. |
| $25,000 | Minimum single premium for tax-qualified annuities. |
| $2,000 | Minimum value to maintain contract. |
| $250 | Minimum random withdrawal amount. |
| $100 | Minimum systematic withdrawal amount.[1] |
| $100 | Minimum annuitization periodic payment amount. |
| $1,000,000 | Maximum single premium amount without prior company approval.[1] |

| Ages | |
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| Issue Ages | 0 - 90 owner and annuitant: nonqualified annuities and tax-qualified annuity transfers or rollovers. Based on older owner (annuitant if non-natural ownership) if jointly owned. |
| Maximum Annuity Age | Annuity income must begin:<br>• Nonqualified annuities: By age 95, otherwise the contract must be surrendered.<br>• 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. |

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

| Market Value Adjustment | |
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| 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 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.<br><br>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 free withdrawal amounts, RMDs, or death benefit. The Barclays US Credit Index is used to measure rates. |

| Withdrawals | |
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| Free Withdrawal Privilege | Free withdrawals (withdrawals without withdrawal charges or MVA adjustments) are not permitted in the first year unless for RMD based on values in this contract. After the first year, the owner may take multiple free withdrawals annually not exceeding a total of 5% of previous anniversary contract value. If withdrawals are made during the first year or exceed the 5% free out amount annually during the remaining guarantee term, withdrawal charges and MVA will apply to the excess amount. Amounts withdrawn after the withdrawal charge period won't have a withdrawal charge or MVA assessed. |
| Systematic Withdrawal Frequency | Monthly, quarterly, semiannually or annually. If the withdrawal amount is less than $100, check frequency will move to the next withdrawal period. Systematic withdrawals are not allowed during the first contract year. |
| Systematic Amount Options | **1)** Interest only. **2)** Fixed-dollar amount. |
| Systematic Withdrawal | $100 minimum amount. Systematic withdrawals[1] are mailed by check or sent by electronic transfer to the designated account on the 1st, 10th or 25th day of the month payment is due. |
| Random Withdrawal | $250 minimum amount. 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. |

[1] By company practice, which is subject to change.

## Taxes, Tax Advantages & Tax-Free Transfers

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| **Tax Deferral** | Federal income taxes are deferred until the year interest is withdrawn.[2] 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** | 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.[3] A 60-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.[3] |

## Charges & Fees

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| **Initial Sales Charge** | None. |
| **Annual Fee** | None. |
| **Withdrawal Charge Schedule** | Withdrawal charges are applied as a percentage of the contract value being withdrawn, before application of the MVA if any, in excess of the free withdrawals and decline over four years from issue 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.

## Death Benefits (Before Annuity Date)

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| **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. |

## Withdrawal Charge Waivers

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| **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 written certification by a qualified physician. |
| **Activities of Daily Living** | After the first contract 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. |

[2] 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.

[3] State replacement forms may be required on Section 1035 exchanges of life insurance policies or annuities and rollovers and transfers from other annuities.

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

AIG is a leading international insurance organization serving customers in more than 100 countries and jurisdictions. AIG companies serve commercial, institutional, and individual customers through one of the most extensive worldwide property-casualty networks of any insurer. In addition, AIG companies are leading providers of life insurance and retirement services in the United States. All products and services are written or provided by subsidiaries or affiliates of AIG. Non-insurance products and services may be provided by independent third parties. AIG common stock is listed on the New York Stock Exchange and the Tokyo Stock Exchange. www.aig.com.

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