

# Western National FlexAnnuity

A flexible-premium, tax-deferred fixed annuity

Contracted by

The United States Life Insurance Company in the City of New York (US Life)

## Product Overview

In New York, the Western National FlexAnnuity is issued and underwritten by The United States Life Insurance Company in the City of New York. For more than 150 years, US Life has been dedicated to helping clients like you in the peace of mind that comes from having their assets well protected.

### US Life Guarantees

One-Year Interest Rate Guarantee Option	The initial interest rate on the original phase premium (payer) is guaranteed for one year and may be applied to future premium payments. <sup>1</sup>
Three-Year Interest Rate Guarantee Option	The initial interest rate on the original phase premium is guaranteed for three years and may be applied to future premium payments. <sup>1</sup>
Five-Year Interest Rate Guarantee Option	The initial interest rate on the original phase premium is guaranteed for five years. <sup>1</sup>
Minimum Guaranteed Renewal Rate	Regardless of economic conditions, interest is guaranteed to be at least the minimum interest rate, which is tied to the applicable endowment. <sup>2</sup>
Flexible Premiums	Additional phase premiums accepted until age 85.
Immediate Crediting	Interest crediting begins the same day the money is deposited into the US Life account.
Guaranteed Rate Lock	Initial rate guaranteed for 90 days from date of signing the application or the date of a Section 1035 exchange, direct transfer.
Fee-Free Guarantee	US Life allows a 20-day fee-free lock.
Retiree Premium Guarantee	The contract may be purchased by a retiree for a limited time from the date of the phase premium (paid (lessee) or direct principal), the individual (annuitant) or lessee (annuitant) changes, whichever is greater. <sup>2</sup>

<sup>2</sup> The United States Life Insurance Company

## Amts

\$5,000	Minimum initial phase premium for qualified annuities
\$2,000	Minimum initial phase premium for unqualified annuities
\$2,000	Minimum benefit phase premium for qualified and unqualified annuities (accepted high age 85).
\$2,000	Minimum sale to maintain contract
\$100	Minimum automatic premium check payment
\$250	Minimum random withdrawal amount
\$50	Minimum systematic withdrawal amount <sup>3</sup>
\$50	Minimum annuity periodic payment amount
\$1,500,000	Maximum phase premium amount for non-qualified annuities <sup>3</sup>

<sup>3</sup> By contract, which is subject to charge.

## Ages

Initial Ages	0 - 85 for qualified annuities and unqualified annuities 0 - 70 for unqualified annuities
Maximum Annuity Age	When distributions begin Qualified annuities age 90, as being indicated on the application Unqualified annuities distributions generally begin by April 1 of the year after the annuitant reaches age 70, as RMD requirements are being satisfied elsewhere. Distributions may be accomplished by annuity contract by making partial withdrawals

## Ownership

Types of Ownership	Single, joint living or trust and additional IRAs, SEP, 401(k), Keogh and minor child (UTMA/UGMA).
--------------------	--

## Withdrawals

Penalty Fee Withdrawal Privilege	After 30 days on the contract date, you may make multiple penalty-free withdrawals each year exceeding in total the greater of (1) the accumulated interest earned or (2) 5% of the plan value. If you use all the 15% fee withdrawal percentage in a contract year, you may use the unused portion to carry over a maximum of 20% of the annuity.
Systematic Withdrawal Frequency	Monthly, quarterly, semi-annually, or annually. If the withdrawal amount is less than \$50, check frequency will be the residual period.
Systematic Amount Options	1) Irrevocable 2) Fixed-dollar amount (fee if less than permitted fee withdrawal amount).
Systematic Withdrawal	\$50 minimum amount. Systematic withdrawals <sup>3</sup> are mailed by check and deposited into designated account the 1st, 10th, or 25th day of the month, depending on the contract.
Random Withdrawal	\$250 minimum amount (\$2,000 minimum sale to maintain contract). If a withdrawal exceeds the sale to maintain contract, the right to the entire withdrawal amount and terminate the contract.

<sup>3</sup> By contract, which is subject to charge.

## Tax Advantages & Tax-Free Withdrawals

Tax Deferral	Federal income taxes are deferred until the gain is withdrawn. If the withdrawal is a tax-deferred annuity, the principal may also be tax-deferred. Qualified annuities and IRAs.	<sup>4</sup> There is no tax
Tax-Deferred Income	Once the contract is annuitized, each annuity payment is considered a tax-free withdrawal (except for qualified annuities and IRAs, where the principal may also be taxable).	
Pre-59½ Withdrawals	Withdrawals before age 59½ may be subject to a 10% federal income tax penalty. The penalty may be waived for death, disability (as defined by the IRS), or if the payment is made as part of a substantially equal payment of the life expectancy (except for qualified annuities where the annuity may be subject to a 10% federal income tax penalty).	
Tax-Free Exchange	May be used for exchanges for a life insurance contract or another annuity. A 90-day look-back period may apply to the withdrawal amount to remain the same, and the contract may receive the funds.	
Tax-Qualified Plans	May be an initial tax-qualified contract or a rollover from IRAs, SEP, Keogh, or 401(k)s.	
	<sup>4</sup> Unless it is a Roth IRA, federal income tax is still due on withdrawals. Withdrawals are taxed as ordinary income and are subject to a 10% federal income tax penalty if they are not tax-qualified.	

## Charges & Fees

Initial Sales Charge	None.														
Annual Fee	None.														
Withdrawal Charge Schedule	<p>Each phase premium is subject to a withdrawal charge schedule from the date of receipt. Withdrawals exceeding the permitted fee withdrawal amount are subject to the following withdrawal charge schedule:</p> <table border="1"> <thead> <tr> <th>Year from phase premium</th> <th>1</th> <th>2</th> <th>3</th> <th>4</th> <th>5</th> <th>Thereafter</th> </tr> </thead> <tbody> <tr> <td>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 withdrawal less fee amount. Interest earnings are withdrawn on a last-in, first-out basis from premium withdrawal (or first-in, first-out basis after earnings are exhausted).</p>	Year from phase premium	1	2	3	4	5	Thereafter	Withdrawal charge	9%	8%	7%	6%	5%	0%
Year from phase premium	1	2	3	4	5	Thereafter									
Withdrawal charge	9%	8%	7%	6%	5%	0%									

## Death Benefit (Before Annuity Date)

Spouse Beneficiaries	If the policy is for a beneficiary who has deceased, the beneficiary may elect to receive the death benefit as a lump sum.
Non-Spouse Beneficiaries	Upon the death of the beneficiary, the beneficiary may receive either an annuity or a lump sum payment, depending on the beneficiary's election.

## Early Withdrawal Charge Waivers

Extended Care	After the second consecutive withdrawal charge fees are waived if the contract is used to qualify for extended care facilities for 90 consecutive days.
Terminal Illness	Early withdrawal charges will be waived on full or partial withdrawal upon the diagnosis of a terminal illness that will result in the death of the contract owner within a period of 12 months as determined by a qualified physician.
Activities of Daily Living	After the first consecutive withdrawal charge fees are waived if the contract owner is unable to perform the defined activities of daily living (bathing, dressing, eating, toileting, and transferring) for at least 90 consecutive days. Withdrawal must be for a licensed healthcare professional.

US Life, high is Western National series annuities a leading plan for  
 tax-deferred annuities high financial institutions. We offer innovative  
 products and services to help Americans achieve their financial goals.  
 Our plan can help you meet retirement goals.

Tax-qualified contracts such as IRAs, 401(k) plans, etc., are tax-deferred regardless of whether they are  
 funded in an annuity. If you are contributing funding to a tax-qualified retirement plan, an annuity  
 should not be a primary investment. An additional tax-deferred investment bearing  
 beyond the tax-deferred annuity. However, annuities do bear  
 features and benefits such as income tax.

Neither The United States Life Insurance Company in the City of New York nor its agents  
 operate as a fiduciary, legal, or accounting advice. The information contained in this  
 brochure is not intended to be a recommendation or a guarantee of any particular  
 investment. Please refer to the contract for the actual governing contract terms.  
 Please contact your advisor for specific information. This material is not  
 intended to be used, in whole or in part, for the payment of U.S. federal, state and  
 local taxes.

The Western National series annuities are sold and underwritten in New York by The United States  
 Life Insurance Company in the City of New York and in all other states by Western National Life  
 Insurance Company.

Smart choice

Let us help you  
 make the right  
 financial decision  
 for your future.



In New York, the Western National series of annuities  
 is issued by The United States Life Insurance  
 Company in the City of New York.

US Life is licensed to do business in New York.

CALL  
 1-877-289-0256

CLICK  
 WesternNational.com

VISIT  
 our offices  
 nationwide  
 at 1-888-237-4210

US Life

The United States Life Insurance Company in the City of New York

One World Financial Center  
 200 Liberty Street  
 New York, NY 10281

The company's financial and contractual obligations  
 associated with this plan are provided by The United States Life  
 Insurance Company in the City of New York, as its primary

©2011. All rights reserved.

USL 1004 (12/2011) J83060  
 A116-NY, R342-06-NY, R348-06-NY, R389-11-NY, R391-06-NY