

Western National 7 Annuity

A single-premium, tax-deferred fixed annuity

Contracts issued and guaranteed by:
American General Life Insurance Company (AGL)

Product Overview

American General Life Insurance Company, through its Western National series of annuities, is committed to protecting the financial security of you and your family. For more than 85 years, we've been keeping our promises — so you can keep yours.

American General Life Insurance Company 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 up-front premium bonus payable on the contract date. ^{1,2}
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 during the first three contract years. ^{1,2}
Five-Year Interest Rate Guarantee Option	The initial interest rate on the single premium is guaranteed for five years. ^{1,2}
Seven-Year Interest Rate Guarantee Option	The initial interest rate on the single premium is guaranteed for seven years. ^{1,2}
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). ²
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 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 allows a 20-day (or longer in some states) free-look period.
Tax-Qualified Distributions	AGL 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. 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 This and all guarantees mentioned are subject to the claims-paying ability of American General Life Insurance Company.

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

³ By company practice, which is subject to change.

Ages

Issue Ages	0 - 90 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, 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).
--------------------	--

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.

³ By company practice, which is subject to change.

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 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.

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>6</th> <th>7</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>4%</td> <td>2%</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	6	7	Thereafter	Early withdrawal charge	9%	8%	7%	6%	5%	4%	2%	0%
Contract year	1	2	3	4	5	6	7	Thereafter											
Early withdrawal charge	9%	8%	7%	6%	5%	4%	2%	0%											

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, 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.

We offer protection of your savings, predictable retirement income payments and the flexibility for those payments to begin immediately or at a chosen time in the future. Western National is committed to helping Americans achieve their financial goals.

American General Life Insurance Company (AGL), through its Western National series of annuities, was one of the first insurance companies to develop fixed annuity products specifically for sale through banks. We are the number one provider of fixed annuities* in this market, and have maintained our leadership by offering conservative choices and a commitment to service.

Our innovative products can help you live retirement on your terms.

* Source: As reflected in Kehler-LIMRA Reports for years 1996 through 2011. Sales from The United States Life Insurance Company in the City of New York (US Life) have been included in this number from 2002 through 2011. Western National Life Insurance Company has merged into American General Life Insurance Company (AGL) effective December 31, 2012.

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.

Neither American General Life Insurance Company nor its agents or representatives are authorized to give legal, tax or accounting advice. The information contained in this brochure summarizes the provisions of the annuity and our understanding of the current tax laws as they relate to this deferred annuity. Please refer to the contract for the actual governing contractual provisions. Please consult your attorney, accountant or tax advisor on specific points of interest.

The Western National 7 Annuity is issued and guaranteed by American General Life Insurance Company. Not available in all states and contract provisions may vary from state to state.

Smart choice

Let us help you put the power of fixed annuities to work for you

CALL

1-800-424-4990

CLICK

WesternNational.com

VISIT

your licensed representative

Agents, contact us at 1-888-237-4210



The Western National series of annuities is issued and underwritten in New York by The United States Life Insurance Company in the City of New York and in all other states by American General Life Insurance Company.

Executive Offices:
Houston, Texas

Administrative Offices:
205 E. 10th Avenue
P.O. Box 871
Amarillo, Texas 79105-0871

© 2013. All rights reserved.

AGL 11363 (01/2013) J88417
S117, R342-06, R347-06, R384-05, R389-06, R391-06