

American Classic Agent Guide

This MYGA contract is a single premium deferred annuity with fixed interest rate guaranteed periods and matching surrender charge schedules. It offers a 30-day window after the conclusion of the guarantee period for contract owners to determine, without cost, whether they will renew their contract, complete a full or partial surrender, or transition to a full or partial contract annuitization.

Qualification and Ownership Types	Non-Qualified; IRA (Traditional, Roth SEP); Individual; Joint: Trust; Corporate; Non-Corporate Entity
Issue Ages	<ul style="list-style-type: none"> • 0 – 90, based on Annuitant’s issue age. • Issue Age Limits apply to all Owners and Annuitants; i.e. the oldest owner/annuitant cannot be older than the maximum issue age and the youngest owner/annuitant cannot be younger than the minimum issue age.
Ownership	<ul style="list-style-type: none"> • Single Owner: If Traditional, Roth or SEP IRA, owner & annuitant must be the same. • Joint Owners: Joint owners/annuitants must be spouses. Joint owners will be listed as the principal beneficiaries at 50% each.
Spousal Continuation	Spousal continuance is available one time per contract.
Maturity Date	First Contract Anniversary after oldest Annuitant’s 100th birthday.
End of Guarantee Period Elections	<p>American Life will notify Contract Owners 30 days prior to the end of the Interest Rate Guarantee Period regarding the following renewal choices:</p> <ul style="list-style-type: none"> • Continue contract for the same guarantee period at the declared renewal rate; or • Continue contract for another guarantee period made available at the time of renewal, but not to extend beyond the maturity date indicated on the Contract Schedule page; or • Continue contract with a one-year rate period at the one-year interest rate made available at the time, but not lower than the Contract Minimum Guarantee Rate indicated on the Contract Schedule page with no MVA; or • Take a partial withdrawal incurring no surrender charges or MVA, then apply the remaining contract value to any guarantee period that is made available (that can be different than the preceding guarantee period); or • Apply the full or partial contract cash value toward a lifetime or shorter duration of at least 5 years, with a settlement (income) option as indicated in the Settlement Options, without incurring surrender charges or MVA; or • Completely withdraw the cash value and surrender contract without incurring surrender charges or MVA.

Single Premiums	Minimum Initial - \$1,000. Premiums larger than \$1,000,000 may receive additional review by American Life. Maximum Initial - \$5,000,000. Subsequent Premiums are not allowed. If multiple transfers are expected, notify American Life to hold for last-to-issue.
Interest Crediting - Fixed Account	Refer to the current Rate Sheet at https://agent-portal.american-life.com for current interest crediting rates.
Guaranteed Minimum Interest Rate	1.00%
Enhance Interest Credit	At the end of the current guarantee period, if the contract hasn't terminated and no withdrawals have taken place other than RMDs, an interest bonus percent will be credited based on the ending Contract Value and added to the Contract Cash Value. The interest bonus is declared at the issue date and shown on the Contract Schedule page. If the contract terminates (including death) prior to end of the guarantee period, no interest bonus is added. This is also referred to as a loyalty bonus.
Contract Value	Equal to Premium plus Interest Credits less Withdrawals.
Surrender Value	Amount available on Full Surrender of the Contract, which is equal to Contract Value less Surrender Charge less MVA (if applicable). Surrender Charge is calculated by multiplying the applicable Surrender Charge Percentage times the Contract Value less any Penalty Free Withdrawal Amount.
Guaranteed Minimum Surrender Value	The Surrender Value will never be less than the Minimum Surrender Value. It is equal to 87.5% of premiums, less net withdrawals, accumulated at a rate between 1-3%, guaranteed for the life of the contract. See contract for current rate.
Surrender Charge Schedule	<p>Initial 5-year Contract Term 9, 8, 7, 6, 5, 0% for 30-day window at the end of the Guarantee Period</p> <p>Renewal Years, 5-Year Contract Term 5, 5, 5, 5, 5, 0% for 30-day window at the end of the Guarantee Period.</p> <p>Initial 3-year Contract Term 9, 8, 7, 0% for 30-day window at the end of the Guarantee Period..</p> <p>Renewal Years, 3-year Contract Term 5, 5, 5, 0% for 30-day window at the end of the Guarantee Period.</p>
Penalty Free Withdrawals	<p>Year 1: not available</p> <p>Years 2+: up to 10% of the Contract Value as of the last contract anniversary.</p> <p>Starting in the 2nd year of the contract, the Owner may withdraw up to 10% of the contract value as of the prior anniversary, or take Required Minimum Distributions (for qualified contracts), whichever is greater, without incurring fees. To activate this, however, there can be no withdrawals other than RMDs during the first contract year. RMDs: any RMD taken in Year 1 will be assessed a surrender penalty and commission chargeback.</p>

Interest Only Withdrawals	Interest-only withdrawals are available only after the first year. The client may choose: 1) the first check to include all Year 1 interest; or 2) elect only to take interest earned going forward and keep Year 1 interest accruing in the account. Recurring interest only withdrawals are available on a monthly, quarterly or annual basis.
Required Minimum Distributions	(RMDs) For Owners who are taking Required Minimum Distributions from IRAs, the annual RMD for the current year should be taken prior to qualified funds transfer to American Life. Any RMD in Year 1 is subject to surrender charge, MVA, and commission chargeback.
Market Value Adjustment (MVA)	When applicable, MVA is applied on any withdrawals / full surrender in excess of the penalty free or RMD amount during the surrender period. In general, if interest rates (as measured by the index) have increased or have decreased by less than 0.25% (0% in states with no offset), an additional amount is deducted from the withdrawal. Conversely, if rates have fallen by 0.25% or more, an amount will be added to the withdrawal. See the contract for the MVA calculation.
Death Benefit	With the included Enhanced Death Benefit Rider, the death benefit is full Contract Value paid to the Beneficiary(ies) upon the Owner's death. Spousal Beneficiaries may elect to continue the contract. Death benefit is paid on "first to die" for Joint Owned contracts. Surviving spouse has option to continue policy or have death benefit paid.
Chargeback Events	Months 1-6: 100% chargeback upon withdrawal (incl RMDs), surrender, or death Months 7-12: 50% chargeback upon withdrawal (incl RMDs), surrender, or death
Annuity Purchase Suitability	All Agents are expected to follow annuity sales best practices and submit our deferred annuity suitability form 1029 ANNSUIT 001. Annuity applications must be accompanied by a fully completed deferred annuity suitability form.

Not guaranteed by any bank or credit union - may lose value - not a deposit - not insured by any federal government agency

American Classic is issued by American Life & Security Corp, Lincoln NE; issued on form ICC18-MYGAAPP 001 08/18, MYGAAPP 001 08/19, MYGAAPP 001 FL 08/18 and ICC18-MYGAEIC 001 08/18, MYGAEIC 001 08/18, ICC18-MYGALR 001 08/18, MYGALR 001 08/18, MYGALR 001 FL 08/18, ICC18-MYGADBR 001 08/18, MYGADBR 001 08/18 (riders/endorsements).

Guarantees are based on the claims paying ability of American Life & Security Corp. This document is intended to provide an overview of American Life's Classic MYGA product features and benefits. Contact American Life for the most current rates, product features and processing timelines. Insurance products are issued by American Life & Security Corp. and are not offered in all states. All information is current as of April 17, 2023, unless otherwise noted.