

# Palladium<sup>®</sup>

Immediate Annuity - NY



Income  
For  
Now...



Income  
For  
Life!



A Single Premium Immediate Fixed Annuity Product of



**American National Life Insurance  
Company of New York**

GLENMONT, NY



## A Guaranteed Income for as Long as You Need It



One of the major fears we face today is outliving our income. People are living longer than ever, and we all hope we are lucky enough to be part of that trend. But at the back of our mind, we think, "I may have income today, but what about tomorrow? Will my income last as long as I do?"

We can suggest a solution that may help answer that question. With a single premium immediate annuity, you can convert a lump sum today into a steady stream of guaranteed annuity payments, providing a guaranteed income for as long as you need it.



### Your Income, Your Choice

A single premium immediate annuity provides a guaranteed income based upon the single premium you pay, how long and how often you choose to receive the income, and the rate that is in effect at the time you purchase the annuity.

You could choose an immediate annuity as a way to receive regularly scheduled income payments from investment proceeds, a retirement package, court-awarded benefits, or other lump-sum funds. You can decide how often you want to receive the annuity payments, whether monthly, quarterly, semiannually or annually, and how long you want to receive them. It's your income, for your life, so it's important that you make the decision.

Spreading taxable income over a number of years through an immediate annuity may also help you manage your tax liability. There may be other tax benefits that apply in your personal situation, and your attorney or tax advisor is the best source to provide the advice you need in that area.

### Your Income, Your Needs

You may want to direct payments from your immediate annuity to a particular need, such as funding long-term care coverage or special education needs of a family member. You could also direct the annuity payments to pay insurance premiums, guaranteeing that valuable coverage will be available when you need it. You could even use the annuity payments to fund a gift to a favorite organization or charity.

# The Palladium® Immediate Annuity - NY

# Options

The Palladium® Immediate Annuity – NY is a single premium annuity that offers a number of income payment options and a Cost of Living Adjustment (COLA) that can be added to many of those options. Review the features of each income option and choose the income option, with or without COLA, to fit your specific needs.

## Cost Of Living Adjustment (COLA)

You may want to add a Cost of Living Adjustment to the income payment option you choose.<sup>2</sup> There are two types of Cost of Living Adjustments—Simple and Compound.

A Simple Cost of Living Adjustment would allow you to choose an interest adjustment of 1-5%, and the income payment from the payment option you choose would then be adjusted by that specific percentage of the initial payment each year.

A Compound Cost of Living Adjustment would allow you to choose an interest adjustment of 1-5%, and the income payment from the payment option you choose would then be adjusted by that percentage, compounded annually, each year.

The amount of initial income received under a payment option with a Cost of Living Adjustment would be less than a payment option without the adjustment. However, you should consider the value of the income received over the time expected to receive the payments, and you may find that the guaranteed increase in the annual income payments is worth the smaller initial payout.

## Income Options

Income payments will be paid to the payee named in the annuity contract. You may choose to be the payee, or you may name a different payee. Annuity payments start on the date you select and are paid according to the annuity benefit income option selected. Annuity payments can be paid to the payee monthly, quarterly, semiannually, or annually.

In the explanation of the income options below, let's assume you will be the person receiving annuity payment as the payee.

<sup>2</sup> The Cost of Living Adjustment is not available on the Life with Cash Refund or Life with Installment Refund income options.

### Period Certain

You would choose this option if you wanted to receive income payments for a specific number of years, ranging from 5 to 30 years. If you should die before you receive income for the full period you selected, income payments would continue to be paid to your beneficiary for the remainder of the period. However, your beneficiary may elect, in lieu of continuing to receive income payments, a lump sum death benefit. The lump sum death benefit would be equal to the commuted value of the remaining income payments.

### Single Life Options

#### Life Only Income

This income option guarantees that you will receive income for your life. The income payments would cease upon your death.

#### Life with a Period Certain

This option gives you a guaranteed income for your life, with a further guarantee that you will receive the income for a least a certain number of years that you choose, ranging from 5 to 20 years. If you die before the end of the guarantee period you have chosen, the guaranteed income would be paid to the beneficiary of your choice for the number of years remaining in the guarantee period, or the beneficiary can elect to receive the commuted value.

### Joint Life Options

#### Joint and Last Survivor

This income option would provide guaranteed income while both annuitants are alive, but upon either annuitant's death, the survivor would continue to receive a portion of those income payments in the percentage you've chosen, such as 50%, 60%, 66.67%, 75%, or even 100%, for the remainder of their life.

#### Joint and Last Survivor with Period Certain

This is similar to Joint and Last Survivor except you also choose a period between 5-20 years as the guarantee period (period certain) for the income payments to be made to either survivor. Upon the death of either annuitant and after the guarantee period, the income payment would then continue to the surviving

annuitant for the specific percentage you chose. Payments would cease upon the death of the surviving annuitant if the guarantee period has expired.

### Joint and Spouse Annuity

With this income option, you would receive a guaranteed income during your life, but upon your death, your spouse would then receive guaranteed income payments for the specific percentage you chose at the time your annuity was issued. You could choose 50%, 60%, 66.67%, 75%, or 100% of your income payment to be paid to your spouse upon your death. Income payments would cease upon the death of your spouse.

### Joint and Spouse with Period Certain

This is similar to the Joint and Spouse option except that you would choose a guarantee period (period certain) between 5-20 years as the time you wish income payments to be made to you or your spouse. Upon your death, and after the guarantee period, the income payments, in the specific percentage you chose, would be paid to your spouse. Payments would cease upon the death of your spouse if the guarantee period has expired.

Remember, you can choose to add the Cost of Living Adjustment to any of the above income options.

## Refund Options

### Installment Refund

Under this option, guaranteed income would be paid during your lifetime, but if you should die before the cumulative income paid to you equals the initial premium you paid, income payments would continue to your beneficiary until the amount of the cumulative income payments is at least as great as the initial premium paid.

### Cash Refund

This option is similar to the Installment Refund option, except that if you should die before the cumulative income paid to you equals the initial premium you paid, the balance would be paid to your beneficiary in a lump sum.

The Cost of Living Adjustment (COLA) is not available with either of the above Refund income options.

## Changing Needs

Your income needs may change after you purchase the Palladium Immediate Annuity - NY, and you may find that you need a lump sum instead of scheduled income payments. If this happens, the Palladium Immediate Annuity - NY has an option that may help:

## Surrender

If you need a portion of the annuity, a partial surrender is available after your annuity has been in force for three full years.

If you selected a non-life contingent annuity benefit plan, you may request a partial surrender for any amount up to the contract's commuted value, reduced by any applicable commutation charge. You can submit subsequent requests for partial surrender for non-life contingent annuity benefit plans.

If you elected a life contingent annuity benefit plan, you may request one partial surrender over the lifetime of your contract for an amount up to 10% of the contract's commuted value, reduced by any applicable commutation charge. Subsequent requests for partial surrender are not allowed for life contingent annuity benefit plans.

Any partial surrender must be for at least \$2,000, and a commutation charge will be assessed on the withdrawal.

A full surrender is only available for non-life contingency plans, after your annuity has been in force for three full years.





## The Palladium® Immediate Annuity - NY Plan Overview

- **Annuitant(s) Issue Ages:** 5-90
- **Minimum Single Premium:** – \$15,000 (Non Qualified Funds)  
– \$3,500 (Qualified Funds)
- **Maximum Single Premium:**  
– \$1,000,000 (Period Certain Only)  
– \$2,000,000 (Life-Contingent Income Options)  
Without prior approval from American National
- **Income Payment Frequency:** – Annual, Semiannual, Quarterly, and Monthly
- **Annuity Payment Options**
  - Life Only
  - Period Certain from 5 – 30 years
  - Life with a Period Certain from 5-20 years
  - Joint & Survivor with 50%, 60%, 66.67%, 75%, or 100% paid to survivor, with or without a period certain period of 5-20 years
  - Joint & Survivor with 50%, 60%, 66.67%, 75%, or 100% paid to the spouse, with or without a period certain of 5-20 years
  - Installment and Cash Refund
- **Cost of Living Adjustment:** – Available for either Simple or Compound annual interest adjustments of 1-5% on all income options except Installment Refund and Cash Refund.
- **Death Benefit:** – Available on Period Certain and Refund options
- **Partial Withdrawals:** – Available after 3 full contract years.  
Non-life contingent benefit plans: Any amount up to contract's commuted value, reduced by any applicable commutation charge.  
Life contingent benefit plans: Limited to one withdrawal over lifetime of contract for up to 10% of contract's commuted value, reduced by any applicable commutation charge.  
  
Minimum withdrawal allowed is \$2,000.

## Commutation Charge

As previously mentioned, if you request a partial withdrawal, a commutation charge may be assessed. The commutation charge is determined by the contract year in which the withdrawal is processed. The commutation charge will reduce the commuted value and determine the amount you will receive.

The following schedule lists the commutation charges for each contract year:

Year:	1	2	3	4	5	6	7	8	9	10	11+
	-	-	-	8%	7%	6%	5%	4%	3%	2%	0%

Before considering a partial withdrawal, you may wish to consider other sources for needed funds because of the charges associated with these options and the decrease or loss of future income.

*This brochure has been prepared for persons considering The Palladium® Immediate Annuity - NY issued by American National Life Insurance Company of New York. This policy has limitations. The brochure is intended to give basic information about the product. For specific provisions, refer to Policy Form ANYNNSPA.*

## Important Customer Information

Information herein is not intended to be legal or tax advice. You should consult with your own attorney and tax advisor for your specific circumstances.

Annuities have limitations. For cost and complete details of the annuity call your insurance agent or the company.

Policy Form ANY-NSPA

## Palladium<sup>®</sup> Immediate Annuity - NY is:

Not FDIC/NCUA insured	Not a deposit
Not insured by any federal government agency	
No bank/CU guarantee	May lose value



American National Life Insurance  
Company of New York  
Glenmont, NY