

# The Tax-Free Advantage

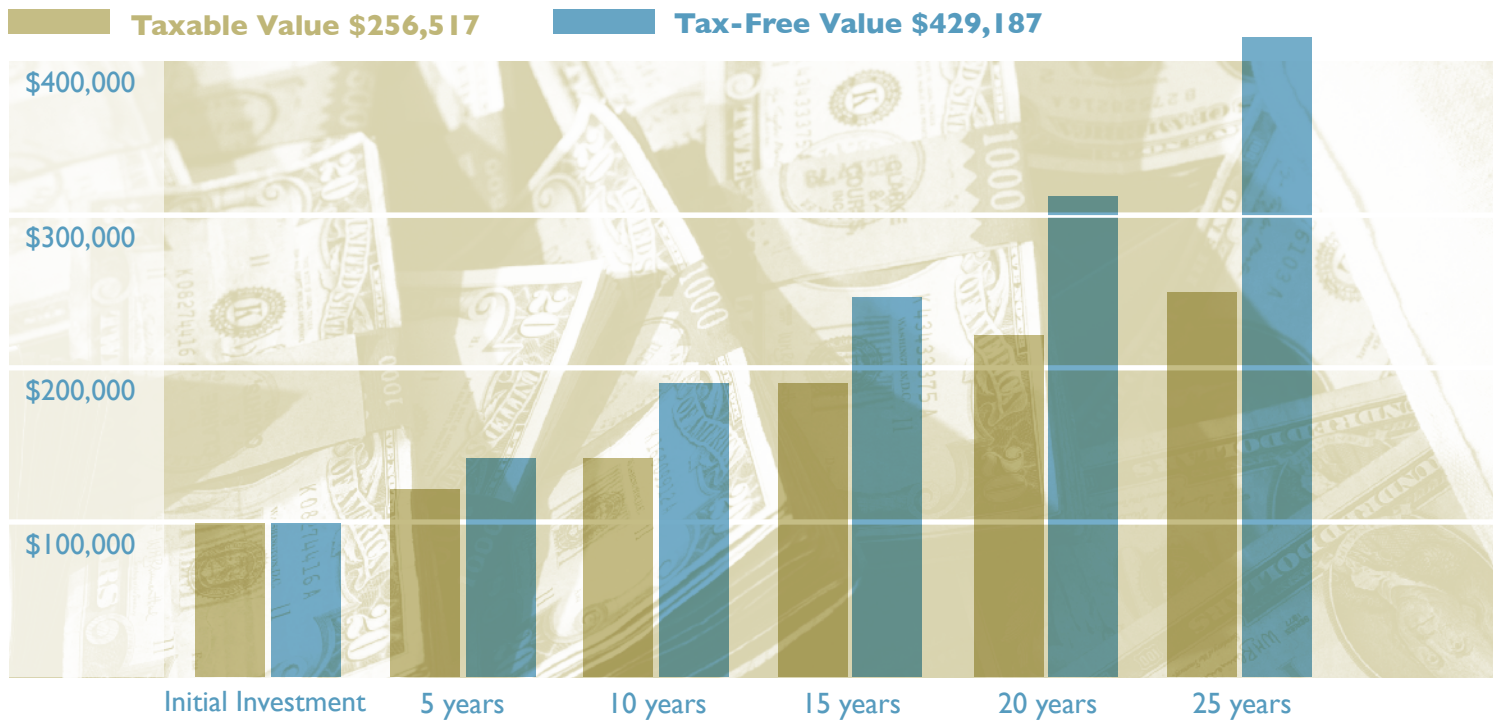
It's not what you earn. It's what you keep.

The best time to start preparing for your financial future is right now. Consider the many advantages of a Tax-Free Structured Settlement Annuity.\*

A Tax-Free Structured Settlement Annuity enables you to earn interest in the following three ways.

- Earn interest on your principal
- Earn interest on your interest
- Earn interest on what you would normally pay in taxes

The following chart illustrates the tremendous difference the Tax-Free Advantage makes in the rate at which your money grows.



Initial Deposit	Tax-Free Rate of Return	Taxable Rate of Return	Federal and State Tax Bracket
\$100,000	6%	6%	36%

Assuming a 36% combined Federal and State tax bracket, \$100,000 earning 6% for 25 years in a taxable investment grows to \$256,517. Invested in a Tax-Free Structured Settlement Annuity, the \$100,000 grows to \$429,187, assuming no withdrawals are made. The Tax-Free advantage of a Structured Settlement Annuity creates an additional \$172,670 over a taxable investment earning the same rate of return.

*\*25 Year Period Certain Lump Sum Single Payment Structured Settlement Annuity. The interest rate is for illustration purposes only and is not a guarantee.*

*This hypothetical example illustrates the advantages of tax-free investing and is not indicative of any security's performance.*

## Tax-Free vs. Taxable Accumulation Table

Lump Sum Examples in number of Years	Tax-Free Value	Taxable Value
1	\$106,000	\$103,840
2	\$112,360	\$107,827
3	\$119,102	\$111,968
4	\$126,248	\$116,268
5	<b>\$133,823</b>	<b>\$120,732</b>
6	\$141,852	\$125,368
7	\$150,363	\$130,183
8	\$159,385	\$135,182
9	\$168,948	\$140,373
10	<b>\$179,085</b>	<b>\$145,763</b>
11	\$189,830	\$151,360
12	\$201,220	\$157,172
13	\$213,293	\$163,208
14	\$226,090	\$169,475
15	<b>\$239,656</b>	<b>\$175,983</b>
16	\$254,035	\$182,741
17	\$269,277	\$189,758
18	\$285,434	\$197,044
19	\$302,560	\$204,611
20	<b>\$320,714</b>	<b>\$212,468</b>
21	\$339,956	\$220,627
22	\$360,354	\$229,099
23	\$381,975	\$237,896
24	\$404,893	\$247,031
25	<b>\$429,187</b>	<b>\$256,517</b>

### Tax-Free Accumulation Plan Assumptions

Assumed values based on 25-year maturity period with no withdrawals.

#### Investment and Tax Rate Information Given by Investor

Investment Amount:	\$100,000
Number of Years Invested:	25
Income Tax Rate:	36%
Annual Investment Growth Rate:	6%