

SINGLE-PREMIUM

ANNUITY

VALIC Assured Choice Annuity

Multi-rate single-premium deferred fixed annuity with a market value adjustment issued and guaranteed by The Variable Annuity Life Insurance Company

SAVING : INVESTING : PLANNING

The VALIC Assured Choice Annuity can provide you with guaranteed interest earnings to help diversify your overall retirement portfolio. Whether it is saving and investing to accumulate money for your “life after work” or making sure that your assets will provide income that will last you the rest of your life, The Variable Annuity Life Insurance Company has the products and expertise to help you make this possible.

Competitive earnings

The VALIC Assured Choice Annuity allows you to allocate your single premium among one or more of the guaranteed interest rate periods¹: three years, five years, or seven years. Also, regardless of future economic conditions, The Variable Annuity Life Insurance Company guarantees to credit your VALIC Assured Choice Annuity policy with a minimum rate of interest, as indicated in your policy or applicable endorsements.

All guarantees are backed by the claims-paying ability of The Variable Annuity Life Insurance Company.

Retirement income options

Upon retirement, you can annuitize your VALIC Assured Choice Annuity policy and choose from several payout options including:

- > Lifetime income stream you cannot outlive
- > Lifetime income stream for five, 10, 15 or 20 years
- > Lifetime income stream with Refund Amount or Fixed Period Income

No initial sales charges or annual administrative fees, so 100% of your money starts earning interest for you right away.²

¹ Depending upon market conditions, some interest rate periods may not be available at all times. Please check with your financial advisor for availability.

² Withdrawals in excess of permitted free amounts made during the first seven policy years will be subject to a withdrawal charge. A market value adjustment also applies to any withdrawals made during any guaranteed rate period which exceed the free withdrawal amount.

VALIC Assured Choice Annuity

Guarantees²

Guaranteed Rate Periods ¹	Your single purchase premium can be allocated among one or more of the guaranteed rate periods: three years, five years or seven years. When a guaranteed interest rate period expires, that portion will automatically renew for a period of the same duration, unless you notify us in writing before the end of the period.
Crediting Method	Interest is credited daily to achieve an annual yield equal to the rate for the guaranteed interest rate period. Money must remain in the account, without any withdrawals, to realize the initial interest rate guarantee during the applicable period.
Minimum Guaranteed Interest Rate	Regardless of future economic conditions, your annuity is guaranteed to renew at or above the minimum interest rate, which is listed in your policy or applicable endorsement(s). ²
Immediate Crediting	Interest crediting begins the same day the money is deposited into The Variable Annuity Life Insurance Company account.
Guaranteed Rate Lock	Initial rate guaranteed for 60 days from date of signing the application on any Code Section 1035 tax-free exchange, direct rollover or transfer.
“Free-Look” Guarantee	The Variable Annuity Life Insurance Company allows a 20-day (or longer in some states) “free-look” period.
Required Minimum Distributions	The Variable Annuity Life Insurance Company will make all necessary calculations for federally required minimum distributions (RMD), unless the policyowner requests otherwise. Prior to any RMD, the company will notify the owner of distribution options.
Statements	Each customer receives a fixed annuity contract and other important policy information, an annual statement as of the policy anniversary and a notification letter 15 days before the end of a guaranteed interest rate period.

¹ Depending upon market conditions, some interest rate periods may not be available at all times. Please check with your financial advisor for availability.

² All guarantees are backed by the claims-paying ability of The Variable Annuity Life Insurance Company.

Market Value Adjustment (MVA)

An MVA will apply to any cancellations or withdrawals made during any guaranteed interest rate period which exceeds the permitted free withdrawal amount, except during the 30 days following the end of a guaranteed interest rate period. During a rising interest rate environment or when interest rates remain the same as at time of purchase, a negative MVA will be deducted. During a declining interest rate environment and if interest rates decline by more than 0.5% (or less, in certain states), a positive MVA will be added. Should a negative adjustment apply, the amount charged will not result in the contract earning less than the minimum guaranteed rate. Refer to the policy for the formula. The Treasury Constant Maturity Series, published by the Federal Reserve, is used to measure changes in interest rates.

Additional Withdrawal Charge & MVA Waivers

The withdrawal charge and MVA are also waived upon the death of the owner or on amounts annuitized after the fifth policy anniversary for a period of five years or longer.

Withdrawals

Penalty-Free Withdrawal Privilege	After 30 days from the contract date, systematic withdrawals of interest earned are permitted free of withdrawal charges and MVA. After the first policy year, multiple withdrawals of up to 10% of the previous anniversary annuity value can be withdrawn free of withdrawal charges and MVA. Additionally, withdrawals made during the 30-day period following the end of a guaranteed rate period are not subject to an MVA or early withdrawal charge.
Systematic Withdrawal	\$50 minimum amount. ³ If the withdrawal amount exceeds the permitted free withdrawal amount, withdrawal charges and MVA may apply.
Minimum Withdrawal	\$250 minimum amount for nonsystematic partial withdrawals.

³ By company practice, which is subject to change.

Amounts

\$10,000	Minimum single purchase premium for nonqualified or qualified annuity.
\$2,000	Minimum value to maintain policy.
\$250	Minimum amount for nonsystematic withdrawals.
\$50	Minimum systematic withdrawal amount. ⁷
\$1,000,000	Maximum purchase premium amount without prior company approval.

Ages

Issue Ages	Up to 85 owner and annuitant (nonqualified and qualified).
Maximum Annuity Age	When distribution of annuity income must begin: Nonqualified annuities: age 95 Tax-qualified annuities: Distribution must generally begin by April 1 of the year after the annuitant reaches age 70½ or retires (age 70½ in the case of IRAs) unless, in the case of a 403(b) or IRA, required minimum distribution requirements are being satisfied elsewhere. Distribution may be accomplished by annuitization of the contract or by taking partial withdrawals. Roth IRAs do not have minimum distribution requirements during the owner's lifetime.

Ownership

Types of Ownership	Single, joint, living trust, corporate and minor child (UTMA/UGMA). Nonspousal joint ownership requires, after death of owner, surviving joint owner to be treated like beneficiary, and is available for nonqualified annuities only.
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⁷ By company practice, which is subject to change.

Taxes, Tax Advantages & Tax-Free Transfers⁴

Tax Deferral	Federal income taxes are deferred until the year interest is withdrawn, unless the owner is a non-natural person. ⁵
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 there may be no after-tax basis).
Pre-59½ Withdrawals	Withdrawals of earnings are taxable as ordinary income and, if taken prior to age 59½, may be subject to a 10% federal income tax penalty. The penalty may be waived in certain circumstances including death, total disability (as defined by the Internal Revenue Code), if the payment is made as part of a series of substantially equal payments for the life expectancy of the owner, for a period of five years or attainment of age 59½, whichever is longer; and if under an employer plan after separation from service at age 55 or older; in the case of IRAs for the purchase of a first home or payment of tuition.
Tax-Free Exchange	May be used for exchanges from a life insurance or endowment contract or another annuity. ⁶ A 60-day rate lock applies. To maintain nontaxable 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, transfer or direct rollover of funds for IRAs, SEPs, 403(b)s or 401(a)/401(k)s. ⁶

Charges & Fees

Initial Sales Charge	None.									
Annual Fee	None.									
Early Withdrawal Charge Schedule	Except for withdrawals during the 30-day window at the end of any guaranteed interest rate period, withdrawals in excess of permitted free amounts made during the first seven policy years only will incur an early withdrawal charge as set forth below. Withdrawals made during a renewal guaranteed interest rate period after the seventh policy year will not incur a withdrawal charge.									
Policy Year Charge	Policy Years	1	2	3	4	5	6	7	8+	
	Withdrawal Charge	7%	7%	7%	6%	5%	4%	3%	0%	
	Percent of amount withdrawn; interest earnings are withdrawn first (on a last-in, first-out basis) then premium is withdrawn. Excess withdrawals made during a guaranteed rate period will also be subject to an MVA as described in the Market Value Adjustment section on the page to the left.									

⁴ Neither The Variable Annuity Life Insurance Company nor its financial advisors or other representatives give legal or tax advice. Applicable laws and regulations are complex and subject to change. Any tax statements in this material are not intended to suggest the avoidance of U.S. federal, state or local tax penalties. For legal or tax advice concerning your situation, consult your attorney or professional tax advisor.

⁵ 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.

⁶ State replacement form(s) may be required on Section 1035 exchanges, rollovers and transfers from other annuities in AR, AZ, CA, CO, DE, FL, GA (life insurance only), HI, IA, ID, IL, IN, KS, LA, MA, MD, MN, MO, MS, MT, NC, NE, NH, NM, OH, OK, OR, PA, SC, SD, TN, UT, VA (life insurance only), VT, WA, WI, and WY.

Death Benefit (before annuity date)

Amount of Death Benefit	If the owner dies, 100% of the annuity value will be paid to the owner's beneficiary(ies). No early withdrawal charge or MVA applies.
Spousal Beneficiaries	In the case of a nonqualified annuity or IRA, the spouse of a deceased owner may elect to receive a distribution or become the new "owner" and continue the contract, if the spouse is the sole primary beneficiary. In the case of a tax-qualified annuity, the spouse may wait until the decedent would have attained age 70½.
Nonspousal Beneficiaries	Upon the death of any owner, the beneficiary(ies) may receive income payments beginning within one year or a total distribution within five years of death.

Tax-qualified contributions such as IRAs, 401(k)s, etc. are tax deferred regardless of whether they are 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.

VALIC represents The Variable Annuity Life Insurance Company and its subsidiaries, VALIC Financial Advisors, Inc. and VALIC Retirement Services Company.

The contract may not be available in some states and policy provisions may vary from state to state. Refer to your contract for actual governing contractual provisions.

Sound future

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of Americans who
save for retirement
with annuities

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your local
financial advisor

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