

**AG HorizonIndex® 9 Annuity**  
**AG HorizonIndex® 12 Annuity**

Index single-premium deferred annuity with premium bonus, market value adjustment and AG Lifetime Income Builder® optional living benefit rider

Aim for  
the Horizon.



Security. Growth. Flexibility. Strength.

**American  
General**  
Life Companies

# Secure Your Future with AG HorizonIndex<sup>®</sup>

It takes vision, planning and execution to create the retirement of your dreams. With a multitude of retirement options, how can you determine the best solutions for you and your financial situation? The following questions can help you determine whether an index annuity is a smart addition to your retirement portfolio.

- Would you like the opportunity to participate in market growth while protecting your principal and earnings?
- Have you contributed the maximum to your employer-sponsored retirement plan (e.g. 401(k) plan) and/or an IRA and want additional tax-deferred savings?
- Would you prefer to defer paying taxes on your interest earnings?
- Do you anticipate a lower income tax bracket when you retire?
- Do you want a guaranteed income source when you retire?
- Do you want your heirs to have assets that can avoid probate?

If you are looking for a secure, long-term retirement solution to add to your portfolio that provides growth and the flexibility to change with your needs, AG HorizonIndex<sup>®</sup> may be an excellent choice.

**Premium Bonus  
jump-starts  
interest growth**

Guarantees are subject to the claims-paying ability of American General Life Insurance Company.

**Security. Growth. Flexibility. Strength.**



**58% of Americans want more asset protection versus higher returns.<sup>1</sup> AG HorizonIndex provides upside potential and downside protection.**

NOT A DEPOSIT | NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY | MAY LOSE VALUE | NO BANK OR CREDIT UNION GUARANTEE | NOT FDIC/NCUA/NCUSIF INSURED

Product and plan options not available in all states. Features and provisions vary by state. See Owner's Acknowledgement for state specifics.

<sup>1</sup> Source: SunAmerica "Retirement Re-Set<sup>SM</sup>" Study, 2011.

# Security.

## Principal Protection with Growth.

AG HorizonIndex is a retirement savings vehicle and a source of income for the future. In addition, with AG HorizonIndex you have the security of knowing that your premium (the amount you initially put into your contract) is protected from market risk.

## Protection of Interest.

Once interest is credited to your annuity value, it cannot be lost, even if the S&P 500<sup>®2</sup> experiences downward trends.

## Protect Your Loved Ones.

Enjoy the serenity of knowing that your loved ones will receive the full annuity value upon your death. This **Death Benefit** enables your beneficiaries to have access to these funds without the time, hassle and expense involved in probate.

## Additional Guarantee.

AG HorizonIndex brings additional strength to your retirement through the Guaranteed Minimum Withdrawal Value. No matter when you withdraw your money from the AG HorizonIndex contract, you will always receive



at least 87.5% of your premium growing at a rate of at least 1% compounded annually (less prior withdrawals, of course). This extra level of protection is stated in your contract; and once the contract is issued, it will never change. This guarantee applies regardless of the timing of the withdrawal or the performance of the S&P 500. You can rest easy knowing you have guarantees.

You can benefit from market growth while knowing that your return will never be less than zero, even in years when the S&P 500<sup>®</sup> shows a negative return.

## Guaranteed Minimum Withdrawal Value (GMWV)

Table shows GMWVs at the end of various contract years. Initial premium of \$100,000.

End of Year	GMWV
1	88,375
2	89,259
3	90,151
4	91,053
5	91,963
6	92,883
7	93,812
8	94,750
9	95,697
10	96,654
15	101,585
20	106,767
25	112,213
30	117,937

<sup>2</sup> S&P 500<sup>®</sup> and S&P<sup>®</sup> are registered trademarks of Standard & Poor's Financial Services LLC ("S&P") and Dow Jones is a registered trademark of Dow Jones Trademark Holdings LLC ("Dow Jones") and have been licensed for use by S&P Dow Jones Indices LLC and sublicensed for certain purposes by the American General Life Insurance Company. The "S&P 500" is a product of S&P Dow Jones Indices LLC, and has been licensed for use by the American General Life Insurance Company. The American General Life Insurance Company's AG HorizonIndex is not sponsored, endorsed, sold or promoted by S&P Dow Jones Indices LLC, Dow Jones, S&P, or their respective affiliates, and neither S&P Dow Jones Indices LLC, Dow Jones, S&P, or their respective affiliates make any representation regarding the advisability of investing in such product(s).

# Growth.

## Premium Bonus.

A premium bonus will be immediately added to your contract on the date of issue. This bonus is equal to a percentage of the premium you pay to establish your contract. The premium bonus will be allocated to each account in the same percentage as the premium. The premium bonus varies based on the product plan selected (9-year or 12-year).

Premium Bonus	
9-yr plan	2% <sup>3</sup>
12-yr plan	4% <sup>3</sup>

## Earn Interest on Your Interest.

AG HorizonIndex locks in interest each year so that your interest compounds throughout the contract. Therefore, you have the potential to:

- Earn interest on the premium you initially put into the contract
- Earn interest on the premium bonus
- Earn interest on the interest that is credited to each account

And, because you don't pay taxes on the interest earned as long as it stays within the annuity contract (based on current federal income tax laws), you are helping further maximize your interest growth.

The tax-deferred growth opportunity is a perfect solution if you are currently in a higher

tax bracket and foresee yourself in a lower one by the time you are ready to take withdrawals from your annuity.

## Account Options.

There are **three alternatives** to choose from when selecting your interest crediting account options. You can elect one, some, or all of the accounts and there is no minimum amount that you must put in an account.

**Two index-based accounts** offer you the potential of higher credited interest than other traditional principal-protected accounts. Although you will not participate fully in the gains of the S&P 500 Index, you are guaranteed that the credited interest will never be less than zero. That means that in years of market downturns, when financial lightning strikes, you are protected by this index annuity's



**"Power of Zero."** Without the "Power of Zero," you could spend years trying to build back your hard-earned nest egg. The two index-based accounts are:

- **2-Year Point-to-Point Account with Cap**
- **Monthly Additive Account with Cap**

**Financial Peace of Mind is now 6X more important than Wealth Accumulation.<sup>1</sup>**

The third account is the **Fixed Interest Account**. Each year you will know in advance how much interest you will earn in this account.

As you plan your financial matters for the year, keep in mind that the index-based accounts utilize index values at various points in time (contract effective date and anniversaries) to calculate interest. So, you must participate in the account options at those times to receive credited interest. If you don't, you will forfeit index-based interest. Therefore, if you anticipate taking withdrawals during the upcoming contract year, allocate the total amount of withdrawals to the Fixed Interest Account so it can earn interest throughout the year until it is withdrawn. Ask your insurance professional to help you with your planning.

### About S&P 500®

The S&P 500 is widely regarded as the best single gauge of the U.S. equities market. This world-renowned index includes 500 leading, publicly traded companies in leading industries of the U.S. economy.

AG HorizonIndex's growth potential is based in part on the performance of this market index, excluding dividends.

<sup>3</sup> Premium Bonus is subject to change. State variations may apply. The Owner's Acknowledgement and Product Illustration will reflect the current premium bonus.

## Account Options

# Growth.

### Monthly Additive Account w/Cap.

This account credits interest on each contract anniversary at a rate that's based in part on the performance of the S&P 500. The rate equals the sum of 12 monthly point-to-point S&P 500 value change percentages (positive and negative), with each month's positive percentage change subject to the Cap. The Cap will be declared when the contract is issued and then again on every anniversary.

When the index change is negative, that loss must be recovered before there is a cumulative positive change, but your annual credited rate will never be negative. Your account will never lose value because of a decline in the S&P 500.

The maximum interest you'll receive each year is 12 times the monthly Cap. Once interest is credited to your account value on your contract anniversary, it can't be lost due to market downturns.

Performs better in a contract year when the S&P 500 posts steady gains throughout the year.

### Hypothetical Examples:

Assumptions

- 100% of annuity value is in this account.
- Monthly Cap is 2.0%

In Example 1, the calculated change in monthly index values (subject to the monthly Cap) was 7.88%; therefore 7.88% interest is credited.

In Example 2, the calculated change in the monthly values was -10.25%, but because the account protects you from market losses, your annuity value remains unchanged.

Month	EXAMPLE 1			EXAMPLE 2		
	S&P 500 Value	S&P 500 % Change	Monthly Capped % Change	S&P 500 Value	S&P 500 % Change	Monthly Capped % Change
Date of Issue	1000	-	-	1100	-	-
Month 1	1020	2.00	2.00	1120	1.82	1.82
Month 2	1010	-0.98	-0.98	1060	-5.36	-5.36
Month 3	1020	0.99	0.99	1045	-1.42	-1.42
Month 4	1030	0.98	0.98	1075	2.87	2.00
Month 5	1040	0.97	0.97	1100	2.33	2.00
Month 6	1050	0.96	0.96	1075	-2.27	-2.27
Month 7	1070	1.90	1.90	1040	-3.26	-3.26
Month 8	1050	-1.87	-1.87	1020	-1.92	-1.92
Month 9	1070	1.95	1.95	1050	2.94	2.00
Month 10	1060	-0.93	-0.93	1020	-2.86	-2.86
Month 11	1080	0.93	0.93	1010	-0.98	-0.98
Month 12	1090	0.98	0.98	1010	0.00	0.00
Total Change			7.88	Total Change		-10.25
Interest Credited			7.88	Interest Credited		0.00

# Growth.

## 2-Year Point-to-Point Account with Cap.

Under the 2-Year Point-to-Point Account, interest is credited at the end of each two-year indexing term. The credited rate equals the biennial percentage change in the index value, not to exceed the declared index Cap or be less than zero.

Because you may reallocate account values into the 2-Year Point-to-Point Account on each contract anniversary, a contract may have up to two account value “buckets.” On each contract anniversary, interest is credited to the bucket whose indexing term ends on that date.

### Hypothetical Examples:

#### Assumptions

- Cap is 12% in all years
- Initial Premium is \$20,000. You put \$10,000 in this account

(Bucket 1 below) and \$10,000 in the other available accounts

- On first contract anniversary, you reallocate \$5,000 (that had been in fixed interest account) to a second “bucket” in this account (Bucket 2 below)
- S&P 500 two-year changes are as stated below
- You made no other reallocations and no withdrawals

Because this is a “2-Year Point-to-Point Account,” Bucket 1 will be credited interest for the first time on your second contract anniversary. Because the 2-year change in the index is 11.5%, which is less than the Cap of 12%, you’ll be credited interest of 11.5%.

On your third anniversary, you’ll be credited interest for the \$5,000 you moved into this account on your first anniversary.

A 20% increase in the index in two years provides you with the Cap amount of 12% interest.

In years 4 and 5, when the 2-year change is negative, a floor rate of 0% is credited ... you are protected by the Power of Zero and suffer no loss from the index decline.

In year 6, the 2-year change exceeds the Cap; therefore, you are credited the Cap amount of 12% interest.

In years 7 and 8, you receive an interest rate that equals the 2-year change; this is because the 2-year change is less than the Cap.

Once again in year 9, the 2-year change is negative and the floor rate of 0% is credited ... you are protected by the Power of Zero and suffer no loss from the index decline.

Example: Interest Rate Calculations for 2-Year Point-to-Point Account									
Contract Anniversary		2nd	3rd	4th	5th	6th	7th	8th	9th
<b>S&amp;P 500 2-Yr Change</b>		<b>+11.5%</b>	<b>+20%</b>	<b>-6.8%</b>	<b>-2.7%</b>	<b>+30%</b>	<b>+13.8%</b>	<b>+8.4%</b>	<b>-0.2%</b>
Bucket 1 (\$10,000 allocated)	Credited Interest Rate	+11.5%		0.0%		+12.0%		+8.4%	
	Interest Credited	\$1,150	–	\$0	–	\$1,338	–	\$1,049	–
	Account Value	\$11,150		\$11,150		\$12,488		\$13,537	
Bucket 2 (\$5,000 allocated)	Credited Interest Rate		+12.0%		0.0%		+12.0%		0.0%
	Interest Credited	–	\$600	–	\$0	–	\$672	–	\$0
	Account Value		\$5,600		\$5,600		\$6,272		\$6,272

Note: Example calculations rounded down to the nearest whole dollar.

## Account Options

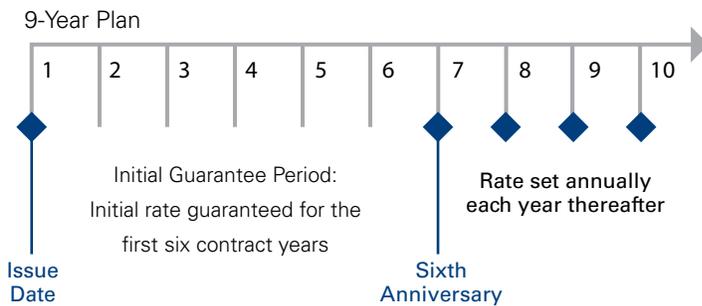
# Growth.

### Fixed Interest Account.

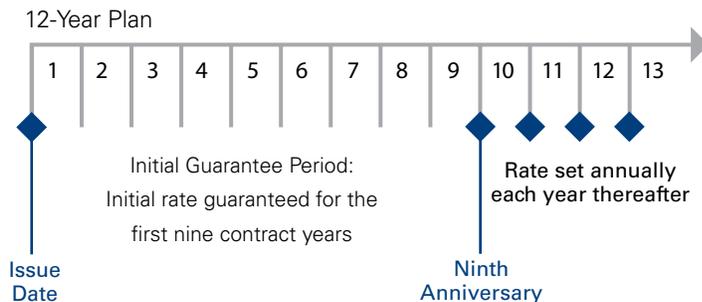
This account credits interest on a daily basis to your contract's annuity value. And regardless of future economic conditions, the Fixed Interest Account will always credit at or above the guaranteed minimum interest rate, which is listed in your contract. Guarantees are subject to the claims-paying ability of American General Life Insurance Company.

You may allocate all or a portion of your account value to the Fixed Interest Account at the beginning of your contract. In addition, at each contract anniversary, you may transfer all or a portion of your account value into or out of the Fixed Interest Account. Interest will be credited as follows:

- For the 9-Year Plan, the initial interest rate will be in effect for the first six contract years (initial guarantee period). Thereafter, the fixed interest rate will be declared annually.



- For the 12-Year Plan, the initial interest rate will be in effect for the first nine contract years (initial guarantee period). Thereafter, the fixed interest rate will be declared annually.



On any anniversary during the initial guarantee period, you may reallocate any portion of your annuity value into the Fixed Interest Account; you will receive the initial guaranteed period interest rate for the balance of the initial guarantee period.

Interest is credited to the Fixed Interest Account on a daily basis. Therefore, if you anticipate taking withdrawals during the upcoming contract year, allocate the total amount of withdrawals to the Fixed Interest Account so it can earn interest throughout the year until it is withdrawn.

# Flexibility.

## Access to Funds.

After the first contract year, you have the option to make penalty-free withdrawals up to 10% of your annuity value as of the previous contract anniversary. This is referred to as the **Free Withdrawal Provision**. You may withdraw additional funds at any time during your contract; however, Withdrawal Charges and Market Value Adjustments (MVA) may apply during the first 9 or 12 years (based on the plan you select) of your contract. **Required Minimum Distributions (RMD)** from tax-qualified contracts are available without application of Withdrawal Charges or MVA or upon the contract owner's death.

## Annual Reallocations.

On each contract anniversary, you will have the ability to

reallocate your account value across account options without incurring Withdrawal Charges or MVA. Each year you will receive an annual statement and a reallocation form to assist you in your planning.

Your annual statement will show you how much of your account value is in each account option as well as that year's interest growth. Your annual statement will also include information for the new contract year such as the Caps for the index-based account options as well as the interest rate for the Fixed Interest Account.

If you would like to designate new allocation percentages for each available account for the next contract year, complete and return the reallocation form within 45 days following the contract anniversary. If you choose to keep the same allocations, no response is required.

## Income Plan Options.

When the time comes and your financial focus changes from accumulating retirement savings to creating retirement income, AG HorizonIndex has a built-in solution.

After the fifth contract year you can select from a variety of options that **transform your Annuity Value into a stream of guaranteed income**. Including:

- Lifetime Income. Create your own "retirement paycheck" that you can never outlive.
- Lifetime Income with 5, 10, 15 or 20 Years Guaranteed. Lifetime income that guarantees income continues to your beneficiary if you die before the end of the guarantee period.
- Lifetime Income with Installment Refund. Lifetime income that guarantees



# Flexibility.

your total payments will at least equal the Annuity Value used to create your income stream; should you die earlier, payments would continue to your named beneficiary.

- Fixed Period Income. Have a need for income over a specific period of time? This option lets you name the length of your payments; your annuity value will determine your payment amount.

**Over 70% of Americans are worried that they may develop serious health problems and deplete their retirement savings.<sup>1</sup>**

## Easy access for extended care needs.

If you're like many people, you're concerned about having access to your money if an accident or illness requires an extended stay in a nursing home or hospital. Through our **Extended Care Rider** — which is included without additional cost — you can access your full annuity value for care that:

- Begins at least one year after your annuity is issued.
- Is provided by a qualified institution for at least 90 consecutive days.
- Is provided when you are less than 86 years old.

## Withdrawals.

The AG HorizonIndex Annuity provides you with a variety of features that make it an attractive option for retirement savings. Many of these features are made possible by having a stable base of annuity assets held by retirement savers who are planning for the long term.

Consistent with the AG HorizonIndex Annuity's long-term nature and long-lasting benefits, withdrawals during the first 9 or 12 years (based on plan you select) may incur a Withdrawal Charge and may be subject to an MVA.

The Withdrawal Charge is expressed as a percentage of the amount by which your withdrawal in a given contract year exceeds the Free Withdrawal Provision.

Withdrawals during the first 9 or 12 years (based on plan you select) may be subject to an MVA. This adjustment may either increase or decrease the amount withdrawn, and is determined by a formula in the contract that reflects changes in the interest rate environment since the contract was issued.

Withdrawal Charges and/or MVA may vary by state. The Owner's Acknowledgement and Product Illustration will reflect the current charge.

Withdrawal Charge Percentage		
Contract Year	9-Year Plan	12-Year Plan
1	10%	12%
2	10	12
3	9	12
4	8	12
5	7	12
6	6	11
7	5	10
8	4	9
9	2	8
10	0	7
11	0	5
12	0	3
13+	0	0

If you make a withdrawal before the end of your Withdrawal Charge period, you could lose money. You should evaluate this and the Withdrawal Charge period in light of your own financial situation.

Withdrawals may be subject to federal and/or state income taxes. A 10% federal penalty tax may apply to the taxable portion if you make withdrawals or surrender your annuity before age 59½.

# Strength.

## AG Lifetime Income Builder®.

A key objective of retirement planning is creating a reliable source of income that will support your spending needs for the rest of your life.<sup>4</sup> With life expectancies growing even longer and health care expenses rising, that objective becomes much more challenging to meet.

Traditionally, the only way to turn an annuity into a guaranteed income stream was to annuitize. While annuitizing often creates the most favorable income payment, it requires that you permanently give up your ability to access your annuity's cash value. Many people prefer to maintain control over their assets. For this reason, we've created AG Lifetime Income Builder®, an optional living benefit rider, available on your contract.<sup>5</sup>

The time to purchase an index annuity with AG Lifetime Income Builder is before you need the income. You want to allow time to build up a strong Income Base that will allow you to build a strong, guaranteed income in retirement.

Compare the AG HorizonIndex income options on the chart below. You'll find more details on page 11.

Chose Your Objectives:	AG Lifetime Income Builder <sup>5</sup>	Income Plan: Annuitization
Can provide guaranteed lifetime income for as long as you or your spouse live	✓	✓
Guarantees 6% growth while you are building the Income Base that you'll use one day to create income	✓	
Provides guaranteed income and allows you to control your asset via liquidity features	✓	
Can guarantee that you'll receive an extra 2% in income each year	✓	
Has no added cost, prior to creating income		✓
Has an annual fee	✓	
Most likely pays the highest income payment		✓
Provides a Death Benefit to heirs when annuity value exists	✓	
Can provide a Death Benefit to heirs depending on option chosen		✓
Income is taxed as an annuity		✓
Subject to withdrawal charges [and MVA]		✓

## Guaranteed Growth:

Guaranteed Growth: Roll Up of **6%** compounded annually for up to **20 years builds your Income Base.**

## Step Up:

Each year you are eligible for a **step up so that your Income Base is always as high as, or higher than, your Annuity Value.**<sup>6</sup> Step Ups can occur on any contract anniversary, even during the Growth and Income Withdrawal Phases.

## Guaranteed Income:

You can have guaranteed income that will never decrease as long as you live, even if the value of your contract falls to Zero, so long as you do not take excess withdrawals. The percentage of your Income Base you are guaranteed to be able to withdraw each year without withdrawal charges or MVA and without reducing future Income Withdrawals is set on your Lifetime Income Start Date.

Plus, when you allow your Income Base to **build up for at least 10 years** before starting the Income Withdrawal Phase, your guaranteed Lifetime Income Withdrawals will include an **additional 2% compounded annually, for as long as you live.**

After each contract anniversary that you meet the age requirement, you will receive a written notice of your option to elect the guaranteed Lifetime Income Withdrawals.

# Strength.

## Identify your Income Percentage.

- Find the Age you will be when you start the Income Withdrawal Phase
- If you and your spouse will take Joint Income Withdrawals, calculate the average of your ages and round down

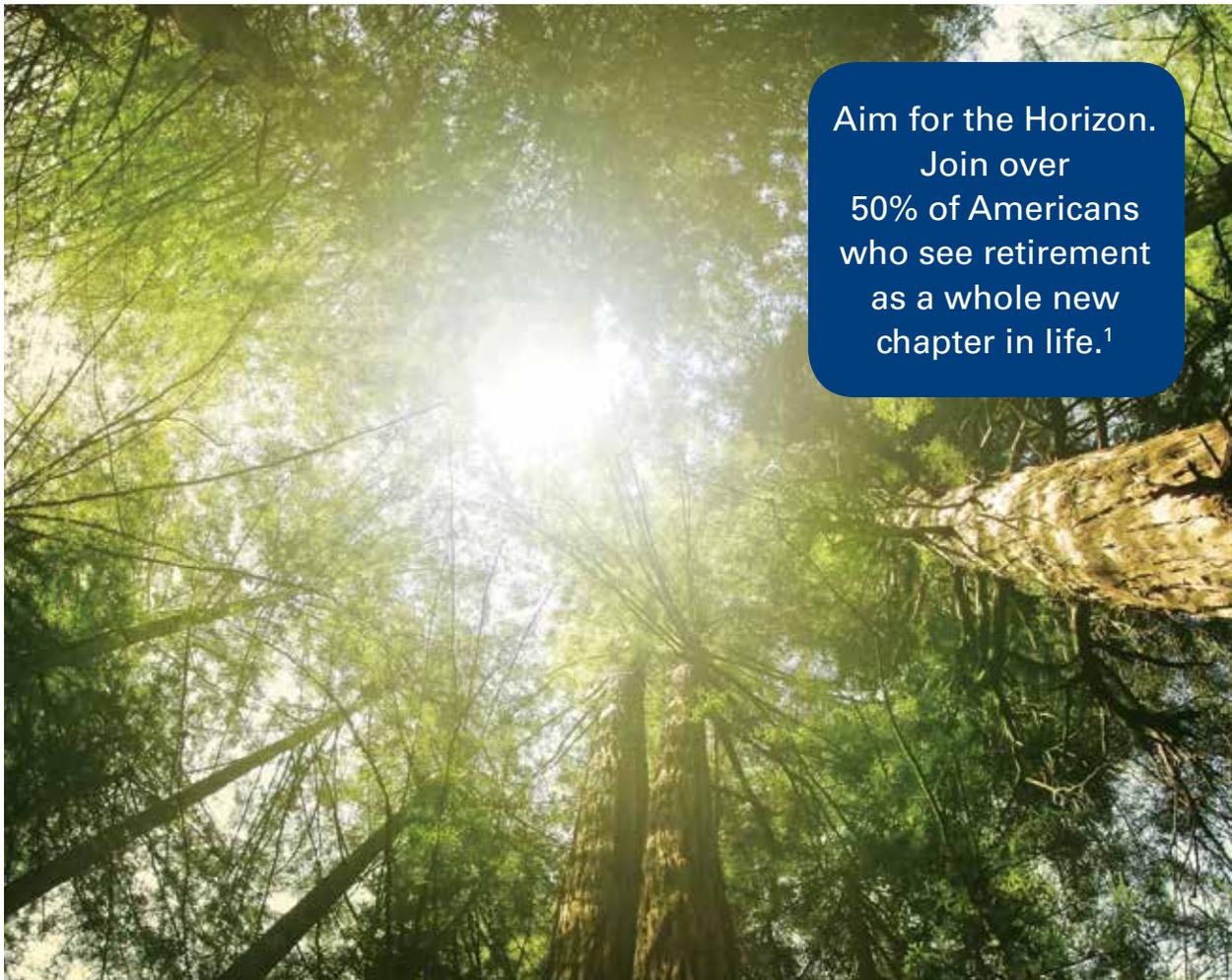
Age	Individual Withdrawals	Joint Withdrawals
56-64	4.00%	3.50%
65-69	4.50%	4.00%
70-74	5.00%	4.50%
75-79	5.50%	5.00%
80-90	6.00%	5.50%

There is an annual charge for this optional rider. The Income Base is not part of your Annuity Value and is not available for withdrawals. The Income Base will not decrease unless you take a withdrawal other than the Lifetime Income Withdrawals provided through AG Lifetime Income Builder. When you select your Lifetime Income Withdrawal start date, your Income Percentage is set and will not change. Please refer to the AG Lifetime Income Builder Consumer Guide and the rider for more information.

<sup>4</sup> Annuities can provide lifetime income in two ways: you may elect a lifetime annuity option under the contract; in addition, you may select the living benefit rider discussed in this section at the time you purchase your contract.

<sup>5</sup> Optional rider that must be elected when you purchase this annuity contract.

<sup>6</sup> Annuity value can increase due to interest earned.



# Let AG HorizonIndex change your life for the better with:

- A premium bonus that jump-starts your annuity's growth.
- Two index account options that provide upside potential and downside protection. Plus, a fixed account that provides healthy, steady growth.
- Guaranteed long-term growth provided by the Guaranteed Minimum Withdrawal Value provision.
- AG Lifetime Income Builder, optional living benefit rider that can help you build a financially strong retirement.
- Extended care benefits that make it easy to access your full annuity value when you have qualifying medical needs.

Still have questions? Ask your insurance professional how the AG HorizonIndex Annuity can help you accomplish retirement goals.

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This guide is designed to give you an overview of AG HorizonIndex from American General Life Insurance Company. State variations may apply. It is not meant to be a substitute for the actual contract.

**American General**  
Life Companies

Annuities issued by: **American General Life Insurance Company (AGL)**, 2727-A Allen Parkway, Houston, Texas 77019. AG HorizonIndex® Single-Premium Index Deferred Annuity; Annuity Contract Number 04367; AG Lifetime Income Builder (Guaranteed Lifetime Income Benefit Rider) Form Number 11760; Extended Care Rider Form Number 04049 or 03049; Enhanced Death Benefit Rider Form Number 06206; Amendment Number AGLC 102490-2007. The underwriting risks, financial and contractual obligations and support functions associated with the annuities issued by AGL are its responsibility. AGL does not solicit business in the state of New York. Annuities and riders may vary by state and are not available in all states. American General Life Companies, [www.americangeneral.com](http://www.americangeneral.com), is the marketing name for a group of affiliated domestic life insurers, including AGL. Guarantees are subject to the claims-paying ability of AGL. Withdrawals may be subject to Federal and/or State income taxes. A 10% federal penalty tax may apply if you make withdrawals or surrender your annuity before age 59½. Beginning January 1, 2013, annuity income may be subject to an additional tax of 3.8% under specific factual situations. Consult your financial professional regarding your specific situation.

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