



Fidelity &
Guaranty Life®

FG Guarantee-Plus®

A Single Premium, Fixed Deferred Annuity
*with tax-deferred earnings featuring a choice
of a 5 or 7-year rate guarantee*

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FG Guarantee-Plus is a single premium, fixed deferred annuity

What is that?

Single Premium: The annuity is a single premium annuity which means you make a single lump sum premium payment at issue.

Deferred: The annuity is deferred which means income does not begin immediately. You pay no current income tax on interest earned. Taxes are deferred until you withdraw your earnings.

Fixed: The annuity is a fixed annuity which means that Fidelity & Guaranty Life Insurance Company guarantees a fixed rate of interest.

Annuity: An annuity is a vehicle to provide payments to the holder at specified intervals, usually at retirement. It is designed to be a long-term retirement tool and not be used to meet short-term financial goals.

*In this document are important points to think about before you buy the **FG Guarantee-Plus**® 5 or 7 annuity from Fidelity & Guaranty Life Insurance Company. Fidelity & Guaranty Life has prepared this summary to help you understand **FG Guarantee-Plus**' many options and advantages. Please confirm your understanding by signing the enclosed confirmation statement.*

*Whether you want your annuity to become a source of guaranteed income payments, or continued tax-deferred interest accumulation, **FG Guarantee-Plus** can provide the means.*

Choice!

Select your guarantee period of five or seven-years.

Certainty!

Know your rate for the guaranteed period.

Potential!

Start off with a 1% first year interest bonus!

Flexibility

Flexibility to continue for another period or search out other opportunities.

An annuity that allows you to control when you pay taxes on your interest.

FG Guarantee-Plus

HOW DOES IT WORK?

A. *Your annuity offers competitive returns*
**CHOICE OF A FIVE OR SEVEN-YEAR RATE
GUARANTEE PERIOD + A 1% INTEREST BONUS!**

You get to choose from a five or seven-year interest rate guarantee period, a period during which the credited rate is guaranteed. The guarantee period begins on the date of issue, and subsequent guarantee periods begin immediately following the end of each prior guarantee period. The credited interest rate, which will be applied initially to your single premium and then to your account value during the initial guarantee period, is shown in your annuity. We will never credit less than the minimum guaranteed interest rate, which will be established between 1% and 3%.

An additional bonus interest rate is paid on this contract. Annuities that offer bonus interest features may have higher fees and charges, longer surrender charge periods, lower credited interest rates and/or lower cap rates than annuities that do not provide the bonus feature.

with no currently taxable income
B. **TAXES ARE DEFERRED UNTIL YOU WITHDRAW
YOUR EARNINGS**

Unlike many taxable traditional savings vehicles, you pay no current income tax on interest earned within your annuity. Taxes are deferred until you withdraw your earnings.

and grants you flexibility for the future
C. **YOU HAVE THE FLEXIBILITY TO CONTINUE FOR
ANOTHER FIVE OR SEVEN-YEAR INTEREST
RATE GUARANTEE PERIOD OR SEARCH OUT
OTHER OPPORTUNITIES**

When your guarantee period expires, Fidelity & Guaranty Life will automatically renew your annuity for the same period at the then-current interest rate. If you renew after you attain age 91, your surrender charges will be 0% for the duration of your contract. If you would prefer to withdraw some or all of your account value at the end of any guarantee period, you will have a 30-day window to do so, free of any surrender charges.

At the end of each guarantee period, we will provide you with a new declared interest rate for the new guarantee period.

Getting Started with

FG Guarantee-Plus

- ✓ Minimum premium of \$5,000 or \$2,000 for qualified accounts.
- ✓ Choice of a five or seven-year interest rate guarantee period.
- ✓ No front-end sales charges or annual maintenance fees.
- ✓ 100% of your premium goes to work for you right away!



- ✓ In addition, you get a 1% first year interest bonus!

2. HOW DO I GET INCOME FROM MY ANNUITY?

Partial withdrawals and options for systematic withdrawals

Withdrawals up to the amount of accumulated interest may be made free of surrender charge.

You may make scheduled systematic withdrawals of at least \$100 with just one request and unscheduled withdrawals (up to four times per year) in an amount of at least \$500. Withdrawals in excess of the accumulated interest on the annuity will be subject to surrender charges. Interest will not be credited to any amounts withdrawn.

Annuity payouts

From day one of your annuity, you may elect to have the account value paid to you under an annuity payment plan. You may change your annuity payment election at any given time up until the annuity date.

Payment in the event of death

If you should die before the annuity date, your beneficiary will receive the account value of your annuity. Surrender charges apply at death. Any gain in the annuity would then be subject to income tax. If you should die after the annuity date, any benefits payable to your beneficiary would depend on the income option chosen.

Surrender Charges

What happens if I take some or all of the money from my annuity?

Withdrawals in excess of the accumulated interest on the annuity will be subject to surrender charges. The surrender charges for FG Guarantee-Plus will be 9% in the first year and decrease by 1% per year throughout the interest rate guarantee period.

At the end of each interest guarantee period, you have 30 days in which to surrender this annuity with no surrender charge. If you do not surrender within those 30 days, this annuity will automatically renew into a interest rate guarantee period of the same length with a new set of identical surrender charges. If you renew after you attain age 91, your surrender charges will be 0% for the duration of your contract.

Years into current Guarantee Period:	1	2	3	4	5	6	7
Surrender Charge	9%	8%	7%	6%	5%	4%	3%

Example: Maria purchases an FG Guarantee-Plus annuity with a five year guaranteed interest rate period. Her surrender charges will begin at 9% in the 1st year, and decrease to 8% in the 2nd year, 7% in the 3rd year, 6% in the 4th year, and 5% in the 5th year. At the end of the 5th year, Maria's annuity will automatically renew into a new five year interest rate guarantee period at the then current interest rate. Surrender charges will also be reset, so that in the 6th year of Maria's annuity (or the first year of the renewal period) the surrender charge will again be 9%. Surrender charges will continue to follow the same pattern throughout each renewal period. Maria's surrender charge will be 8% in the 7th year, 7% in the 8th year, 6% in the 9th year, 5% in the 10th year, 9% in the 11th year (first year of 2nd renewal period), 8% in the 12th year, etc.

Is there a way to withdraw money during the surrender charge period without paying surrender charges?

You will not pay a surrender charge if you withdraw up to the amount of accumulated interest.

You will not pay surrender charges if you surrender within 30 days following the end of each guarantee period.

You will not pay surrender charges if you begin receiving annuity payments under an annuity option.

If you renew after you attain age 91, your surrender charges will be 0% for the duration of your contract.

3.

DO I PAY ANY FEES OR CHARGES?

Market Value Adjustment

A Market Value Adjustment (MVA) will increase or decrease your surrender value when you make a withdrawal to which a surrender charge is applied. The MVA is based on a formula that takes into account changes in yields on U.S. Treasuries between the start of the current interest rate guarantee period and the date of the withdrawal. Generally, if interest rates have risen since you purchased your annuity (or since the start of your current interest rate guarantee period, if later), the MVA will decrease your surrender value. If interest rates have fallen, the MVA will increase your surrender value.

There are no initial sales charges or fees. Your single premium is available to earn interest from the date your annuity is issued.

4.

DOES THIS AFFECT MY TAXES?

How will payouts and withdrawals from my annuity be taxed?

The annuity is tax-deferred, which means you don't pay taxes on the interest it earns until the money is paid to you. When you take payouts or make a withdrawal, you pay ordinary income taxes on the earned interest. Withdrawals are treated as coming from earnings first and then as a return of your premium. Payments under an annuity payment plan are treated as coming partially from earnings and partially return of premium. You may pay a federal income tax penalty on earnings you withdraw before age 59 ½. If your state imposes a premium tax, it may be deducted from the amount you receive.*

You can exchange one tax-deferred annuity for another without paying taxes on the earnings when you make the exchange. Before you do, compare the benefits, features, and costs of the two annuities. You may pay a surrender charge on the annuity you are exchanging. Also, you may start a new surrender charge period in the new annuity.

Does buying an annuity in a retirement plan provide extra tax benefit?

Buying an annuity within an IRA, 401(k) or other tax-deferred retirement plan doesn't give you any extra tax benefit. Choose the annuity based on its other features and benefits as well as its risks and costs, not its tax benefits. Please consult your tax advisor regarding your unique situation.

*Internal Revenue Code provides that if an annuity is held by a non-natural person and such person is not holding as an agent for a natural person, the contract shall not be treated as an annuity contract for income tax purposes.

5. WHAT ELSE DO I NEED TO KNOW?

Other Information

- We may change your annuity contract from time to time to follow federal or state laws and regulations. If we do, we'll tell you about the changes in writing.
- You have a set number of days (at least 10) to look at the annuity after you buy it. If you decide during that time that you don't want it, you can return the annuity and get all your premium back, less any prior withdrawals. Read the cover page of your annuity contract as soon as you receive it to understand how many days you have to decide if you want to keep it.
- At least once each year, we will send you a report of the current annuity values.
- We pay the agent, broker or firm for selling the annuity to you.
- Certain tax qualified annuities are subject to minimum required distributions which generally require that distributions begin no later than your attainment of age 70½ or retirement, whichever is later, and that amounts be paid to you over a period not longer than your life expectancy.
- Your annuity values are guaranteed by Fidelity & Guaranty Life Insurance Company. As a Legal Reserve Company, Fidelity & Guaranty Life Insurance Company is required by state regulation to maintain reserves equal to or greater than guaranteed surrender values.

FG Guarantee-Plus

Appropriate for IRA and Pension Plan Rollovers

FG Guarantee-Plus could be an adequate vehicle for your IRA or a rollover to an IRA from your corporate retirement plan, like a 401(k), 403(b), pension or profit sharing plan. When executed properly, these rollovers are not currently taxed.

FG Guarantee-Plus accepts minimum amounts for qualified plans as low as \$2,000. See Fidelity & Guaranty Life's IRA Disclosure Statement for more information on IRAs and rollovers.

At age 70½, the IRS requires you to begin receiving minimum annual distributions from your IRAs. Upon request, we can help you calculate your minimum required distribution from your FG Guarantee-Plus annuity.

6. WHAT SHOULD I KNOW ABOUT FIDELITY

& GUARANTY LIFE?

Incorporated in 1959, Fidelity & Guaranty Life Insurance Company has a solid commitment to serving the individuals it knows best – middle market consumers seeking the safety, protection, accumulation and income features of secure life insurance and annuity products. Fidelity & Guaranty Life offers its series of focused life insurance and annuity products through its network of independent marketing organizations. Insurance products are offered through Fidelity & Guaranty Life Insurance Company in every state, other than New York, as well as the District of Columbia. In New York, products are offered through a wholly owned subsidiary, Fidelity & Guaranty Life Insurance Company of New York.

Contracts issued by Fidelity & Guaranty Life Insurance Company, Baltimore, MD.

Fidelity & Guaranty Life Insurance Company offers a diverse portfolio of fixed and indexed interest and variable annuities and optional additional features. Before purchasing, consider your financial situation and alternatives available to you. Your Fidelity & Guaranty Life Insurance Company financial professional can help you determine the best alternatives for your goals and needs, or visit us at www.fglife.com for more information.

Form Numbers: FGL SPDA MY-F-C (6-04); FGL SPDA-MY-F (7-04); et al.

Optional provisions and riders may have limitations, restrictions and additional charges.

Subject to state availability. Certain restrictions may apply.

This product is offered on a group or individual basis as determined by state approval.

Terms and conditions are set forth in the group certificate and master contract and are subject to the laws of the state in which they were issued.

Surrender charges may apply to withdrawals. Withdrawals may be taxable and subject to penalties prior to age 59½. Withdrawals will reduce available death benefit.

This document is not a legal contract. For the exact terms and conditions, please refer to the annuity contract.

Information provided regarding tax or estate planning should not be considered tax or legal advice. Consult your own tax professional or attorney regarding your unique situation.

Annuities are long-term vehicles to help with retirement income needs.

Interest rates subject to change at insurer's discretion and are effective annual rates.

A market value adjustment may apply to withdrawals and may increase or decrease the surrender value.

1.888.513.8797 **www.fglife.com**

No bank guarantee. • Not FDIC/NCUA/NCUSIF insured. • May lose value if surrendered early.

