

AGLAchoice[®] Guarantee Plus



Guarantee Your Life



Quality of Life...[®]
Insurance

Your Money. Your Insurance. Your Choice.



What's Your Situation?

With each life event, your financial needs change. Young families may purchase Term Life insurance to cover temporary needs like the mortgage, children's education, or small business start-up costs.

Some people may buy Universal Life coverage to provide permanent protection, but they may not be able to afford as much permanent life insurance protection as they really need.

As we get older, things change. Kids grow up. Mortgages get paid off. 401k accounts grow. Planning for retirement becomes a reality.

But one thing doesn't change – the need to protect your family from whatever the future may bring.

AGLAchoice® *Guarantee Plus* is designed to meet your ongoing, permanent financial security needs. It offers guaranteed life insurance protection, at an affordable premium. So you can still protect your family's lifestyle, but in a cost effective way.

What Concerns You?

The average life expectancy at birth in the U.S. has been on the rise for the past decade, and is now 78.5 years¹. And, doctors say that the "active" lifespan is increasing as well. People aren't just living longer, they are living better. Seniors are healthier and more active than ever.²

Did you know your life expectancy increases as you age? If you are a 75-year-old male, you'll likely live for another 11 years. If you're female, you'll likely live for another 12.9 years.³

Increased longevity has introduced some new concerns to everyone.

What concerns you? Would your spouse be able to maintain his or her standard of living if you were to die in your retirement years, after your Term Life insurance has expired?

Are you worried about having to use your retirement dollars in the event of a very serious health condition? Do you have grown sons and daughters, or maybe even grandchildren, that you'd like to leave a legacy for?

AGLA offers several Universal Life products that can meet various needs at different stages in your life. Some products offer greater opportunity to build cash value, while others offer coverage at more affordable rates, with less opportunity for account value accumulation.

While many Universal Life products are designed to build cash value in addition to providing life insurance protection, there is a possibility that coverage may end before the primary insured dies. If there isn't enough value in the policy to cover the cost of maintaining it, it is possible that coverage will lapse. This could happen because of lower than anticipated crediting rates, higher than expected policy costs, excessive loans or withdrawals taken from the policy or inadequate premium payments. Adequately funding a Universal Life policy is ultimately the responsibility of the policy owner.

1 Murphy SL, Xu JQ, Kochanek KD. Deaths: Preliminary Data for 2010. National Vital Statistics Reports; vol 60 no 4. Hyattsville, MD: National Center for Health Statistics. 2012.

2 Parker-Pope, Tara. "US Life Expectancy at All-Time High." *New York Times*, Sept. 19, 2009, "US Life Expectancy at All-Time High." <http://well.blogs.nytimes.com/2009/08/19/us-life-expectancy-at-all-time-high/>

3 National Center for Health Statistics. Health, United States, 2011: With Special Feature on Socioeconomic Status and Health. Hyattsville, MD. 2012.



Are Guarantees Important to You?

AGLchoice® *Guarantee Plus* offers a life insurance benefit that is **GUARANTEED**. Once a coverage amount and the premium payment required to guarantee the coverage amount for the desired time period has been determined, all you need to do to make sure that coverage remains in place during that period is pay your premiums on time.*

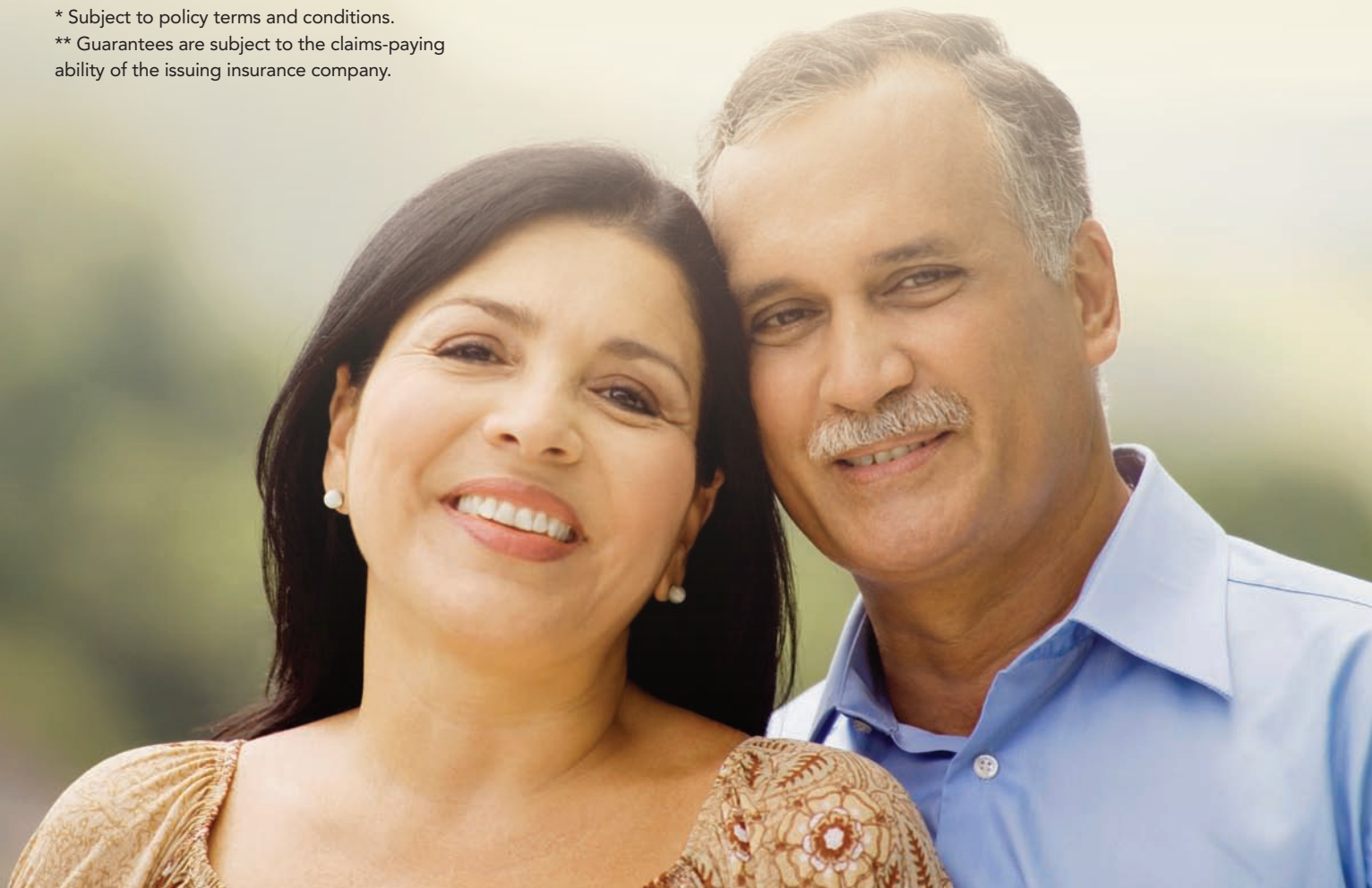
AGLchoice® *Guarantee Plus* is focused on providing a guaranteed death benefit that can be there for life. It provides a guaranteed death benefit **AND** long-term guaranteed cash value.**

AGLchoice® *Guarantee Plus* provides you with stable, steady protection. You still have the option for flexible premiums. And even if interest rates change or the cost of insurance increases, you can be sure your coverage can always be there.

It's Guaranteed.

* Subject to policy terms and conditions.

** Guarantees are subject to the claims-paying ability of the issuing insurance company.



Are You Prepared for Life's Uncertainties?

What really helps AGLAchoice® *Guarantee Plus* stand out from the crowd is the AGLA SelectChoice Accelerated Benefit Rider.

Even with the best plans, the unexpected can happen – such as a critical illness or a long-term chronic illness or condition. The costs associated with treatment, as well as possible income lost if you are unable to work, can seriously threaten your quality of life. Quality of Life...Insurance® is designed to let you use your life insurance benefits when you need them most. This innovative and affordable life insurance policy can help pay the direct costs of treatment for qualifying illnesses or conditions – or any other indirect expenses.

If you have an illness such as a major heart attack, invasive cancer, or a stroke, you can “accelerate” some or all of your life insurance benefit. If you accelerate your policy, you receive a portion of your life insurance benefits now, before your death – which reduces your life insurance coverage and policy values.* Yet any remaining life insurance is still in place, and still guaranteed. For instance, if you accelerated \$100,000 of a \$250,000 policy, you would still have \$150,000 of guaranteed life insurance coverage in place.

* Individual benefits, if any, will vary.

Quality of Life... Insurance® is life insurance you don't have to die to use. It can be extremely helpful to you and your family should you suffer any of the multiple Qualifying Events. You can learn more about Quality of Life...Insurance® by watching a DVD or reviewing the consumer information brochure. Please ask your agent for details or visit www.qualityoflifeinsurance.com.



Quality of Life...Insurance®

The AGLA SelectChoice Accelerated Benefit Rider covering Chronic, Critical and Terminal illness or conditions will be included on eligible AGLAchoice® *Guarantee Plus* policies if available in your state. Ask your agent for details.

The following information describes the Qualifying Events under the AGLA SelectChoice Accelerated Benefit Rider (see rider for details):

Qualifying Chronic Illness¹

A Qualifying Chronic Illness is an illness or physical condition that was initially certified by a licensed healthcare practitioner within the past 12 months and permanently affects the Insured Person so that he or she:

- Is unable to perform at least two of the six Activities of Daily Living (ADLs) without substantial assistance; or
- Requires substantial supervision by another person to protect the Insured Person from threats to health and safety due to severe cognitive impairment.

ADLs: Bathing, Dressing, Toileting, Transferring, Continence, Eating

Qualifying Critical Illness¹

The following critical illnesses or conditions are Qualifying Critical Illnesses under the rider:

- Major Heart Attack
- Coronary Artery Bypass
- Stroke
- Invasive Cancer
- Blood Cancers: Leukemia, Lymphoma, and Multiple Myeloma
- Major Organ Transplant
- End Stage Renal Failure
- Paralysis
- Coma
- Severe Burn

Qualifying Terminal Illness¹

A Qualifying Terminal Illness is an illness or physical condition that is certified by a physician to be reasonably expected to result in the insured's death within 24 months from the date of certification.

The rider is designed to provide two types of accelerated benefits: the Defined Accelerated Benefit (DAB) and the Flexible Accelerated Benefit (FAB).

Defined Accelerated Benefit (DAB)

The DAB is an optional benefit which provides for payment of a predetermined portion of the applicable life insurance benefit upon the occurrence of a Qualifying Event. The DAB for the initial Qualifying Event, where a claim is made, is determined as a fixed percentage between 5%-15% of the maximum applicable life insurance benefit that can be accelerated under the policy. The DAB for a subsequent Qualifying Event is calculated using a reduced percentage (20% of the initial DAB percentage). There will be a charge for the rider if the DAB percentage is greater than zero.

Flexible Accelerated Benefit (FAB)

The FAB provides for acceleration of all or a portion of the remaining life insurance benefit that may be accelerated after any DAB is paid. Any portion of the life insurance benefit that is elected to be accelerated as a FAB is subject to an actuarial discount, administrative charge, and payment of any unpaid but due policy premiums and will always be less than the portion of the base life insurance benefit accelerated.

- The amount offered as a FAB will, in significant part, be dependent upon any change in mortality of the Insured Person in question between the time the applicable life insurance policy with the FAB was underwritten and the time any particular FAB claim is filed and considered. Changes in health and other factors will have varying effects on the mortality of different Insured Persons. Circumstances will vary among individual Insured Persons.
- The amount offered as a FAB is determined by the company after a claim is submitted and, when accepted, is payable to the Owner as a lump sum.

PLEASE NOTE: The life insurance offered with AGLA SelectChoice Accelerated Benefit Rider is not stand-alone long term care insurance, disability income insurance or other insurance designed to cover specific costs associated with an illness or condition. Receiving benefits under the rider will reduce the amounts available for future acceleration under it and any other Accelerated Benefit Rider attached to the policy. It will also reduce the base life insurance benefit and the funds available to supplement retirement or other needs. In some cases, such reductions can result in policy termination. The benefits paid may be less than what is needed to cover all of the costs associated with an illness or condition. In cases where the flexible accelerated benefit is exercised, the offered amount may be \$0.

¹ AGLA SelectChoice Accelerated Benefit Rider benefit and definitions may vary in some states and/or not be available in all states. The maximum amount of life insurance benefit that may be accelerated is subject to the Maximum Elected Death Benefit, which is the lesser of the current life insurance benefit or a lifetime maximum amount of \$1,500,000. Benefit eligibility is subject to limitations and/or Waiting Period, Elimination Period and exclusion requirements. Please read the rider carefully for a complete definition of benefits and conditions applying to the rider.

Other Available Riders:

Disability Income Rider

The Disability Income Rider is designed to pay you a portion of your income if you become disabled and are unable to work. It is available in either a 2-year or a 5-year plan.

Plan benefits would begin after:

- 2-Year Benefit period: 90 days
- 5-Year Benefit period: 180 days

Plan Details:

- Issue ages: 18-55
- Minimum monthly benefit: \$500
- Maximum monthly benefit is the lesser of the following amounts:
 - \$5,000 for the 2 year benefit period
 - \$3,500 for the 5 year benefit period
 - \$20 per \$1,000 of life insurance purchased, rounded to the nearest \$10, or
 - Percentage of Gross Monthly Income (ask agent for details)

Please note: the maximum amount of disability income available may be reduced by existing personal, employer-provided and/or state disability income coverages.

Waiver of Specified Premium (WSPR)

Issue ages: 18 – 55
Termination age: 60

This rider pays a benefit into the policy each month during the total disability of the primary insured following a 180 day elimination period. The monthly benefit is determined on the date the rider is issued as the lesser of the 1/12 of the annualized Planned Periodic Premium (PPP) at issue, but not less than \$10.00, the Monthly Benchmark Premium for the policy or \$2,000. The rider uses an "own occupation" definition of disability during the first two years of the benefit period. For the remaining portion of the benefit period, an "any occupation" definition of disability is used. The benefit under this rider does not guarantee that the policy will remain in force.

Accidental Death Benefit Rider

Issue ages: 20-65
Termination age: 70

This rider provides an additional death benefit if the insured's death results from an accident.

Children's Term Life Insurance

Issue ages for base Insured: 18-60

Issue age for 18-60; children: 7 days-17 years
Expires at child's age 25, Insured's age 65

Issue amounts:

- \$5,000–\$25,000

This rider provides a level amount of term insurance on each Insured Child with level premiums payable for the same period in which the coverage is provided. It may be converted to a permanent plan at any time and may be converted for up to 2 times the amount of coverage if the application to convert is received within 31 days of the child's birthday, marriage or the base insured's death.

Maturity Extension Rider

This rider allows the policyowner to extend coverage past the original maturity date of age 121, until the death of the insured. The death benefit during the extension period will be equal to the death benefit in effect on the day prior to the maturity date. Your death benefit may increase if your accumulation value increases, but it is guaranteed to never be less than the accumulation value.

www.qualityoflifeinsurance.com

AGLA®

American General Life and Accident Insurance Company

American General Center, Nashville, TN 37250-0001

www.agla.com

Policy issued by:
American General Life and Accident Insurance Company

The underwriting risks, financial and contractual obligations and support functions associated with products issued by American General Life and Accident Insurance Company (AGLA) are its responsibility. AGLA does not solicit business in the states of New York and Wyoming.

Important Notice to Policy Owner Regarding One or More Accelerated Benefit Riders

When filing a claim for Qualifying Critical Illness or Qualifying Chronic Illness under an Accelerated Benefit Rider, the claimant must provide to the Company a completed claim form which must be received at its Home Office within the time frame specified in the Rider.

If a benefit under an Accelerated Benefit Rider is payable, the Company will provide the Owner with one (1) opportunity to elect a Flexible Accelerated Benefit under a Policy. The Owner must complete an election form and return it to AGLA within 60 days of receipt of the election form. The Company will not provide a later opportunity to elect a Flexible Accelerated Benefit under a Policy as to the same Qualifying Critical Illness or Qualifying Chronic Illness.

Benefits payable under an accelerated benefit rider may be taxable. If so, you may incur a tax obligation. Neither American General Life and Accident Insurance Company (AGLA) nor any agent representing it is authorized to give legal or tax advice. Please consult a qualified legal or tax advisor regarding questions concerning the information and concepts contained in this material.

We will send you an IRS Form 1099-LTC if you choose to receive an accelerated death benefit on account of a Chronic Illness or Terminal Illness or an IRS Form 1099-R if you choose to receive an accelerated death benefit on account of a Critical Illness.

The sum that will be included in Box 2 (Accelerated death benefits paid) of IRS Form 1099-LTC or in Box 1 (Gross distribution) of IRS Form 1099-R will be the actual sum you received by check or otherwise minus any refund of premium and/or loan interest included with our benefit payment plus any unpaid but due policy premium, if applicable, and/or pro rata amount of any loan balance.

The insurance company may contest the policy from the date of policy issue, a reinstatement or an increase in coverage, during a period provided by applicable law and described in the policy, for the misstatement or misrepresentation of material fact on the application for such policy, reinstatement, or increase.

If an Insured Person dies by suicide within the suicide period provided by applicable law and description in the policy, the death benefit will be limited as provided by the policy.

Rider names, benefits and definitions may vary in some states and/or not be available in all states.

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