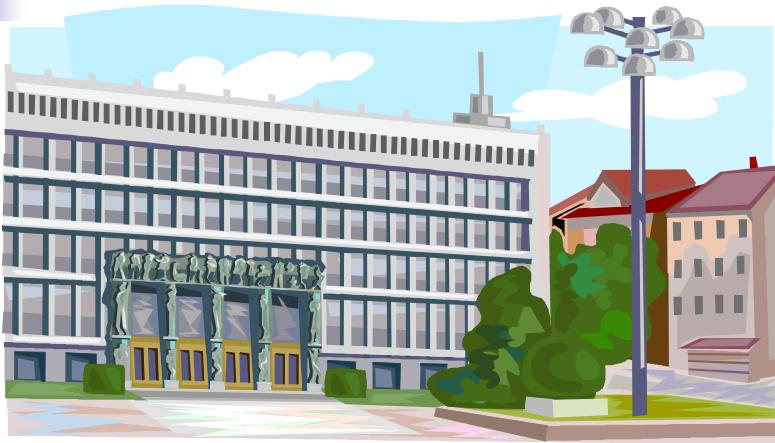


When comparing a CD with an Annuity.....



Insurance Company



Bank

You will want answers to a few important questions.



Question: How fast will my money grow?

Answer: Slower in a CD. Faster in an annuity

CD

\$100,000 at 5%
28% tax bracket

In 10 years grows to
\$142,430

In 20 years grows to
\$202,860

Annuity

\$100,000 at 5%
Tax Deferred

In 10 years grows to
\$162,890

In 20 years grows to
\$265,330

Question: What if interest rates change?

Answer: It does not matter. If rates go up, or stay the same, in a CD the tax collector always gets his share first.

CD

\$100,00 at 5%
28% tax bracket
\$5,000 interest/yr

Tax collector gets
\$1,400

Investor left with
\$3,600

Annuity

\$100,000 at 5%
Tax deferred
\$5,000 interest/yr

Tax collector gets
\$0

Investor left with
\$5,000

Question: Which Investment will pay more retirement income?

Answer: Annuities offer several favorable payout options

CD

20 Year total \$202,860

Produces

\$10,143 Taxable
interest income/year

\$608 per month
spendable income

Annuity

20 Year total \$265,330

Produces

\$13,266 Taxable
interest income/year

\$796 per month
spendable income