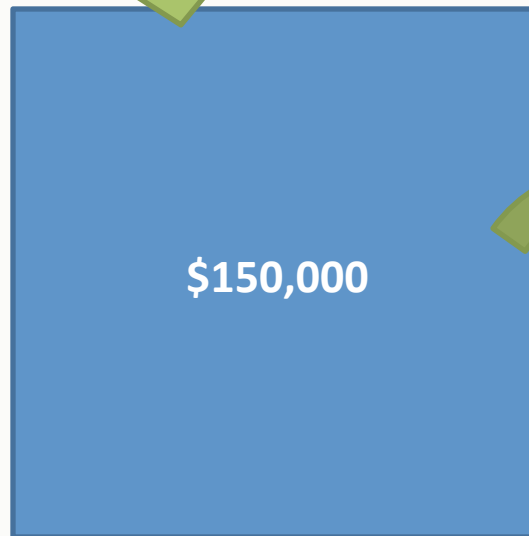


Annuity “Bucket”

Accumulation Period

Funding:

1. Lump Sum or
2. Periodic Payments
 - Fixed or
 - Flexible amounts



Annuity Period

Example:

\$10,000 per year for life, no matter how long life lasts

- Money goes in with after tax dollars
- Earns interest - Tax deferred
- Money taxed when paid out - but only the interest