

# MAX

## GEBA MAX Fixed Annuity



# G E B A

Government Employees' Benefit Association, Inc.

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Serving Our Members For

**50**  
YEARS

1957 - 2007

Whether you're approaching retirement or already enjoying it, protecting and growing your retirement assets is a major concern. You need to keep growing your nest egg and minimize the effects of taxes, but you don't want to put your savings at risk. A fixed annuity could be a solution.

## What is a Fixed Annuity?

A fixed annuity is an insurance contract that offers a fixed rate of return. It is a long-term, tax-deferred<sup>1</sup> vehicle designed for retirement. The interest earned grows in the account tax-deferred until you decide to withdraw the funds. The insurance company guarantees both earnings and principal. Taxable amounts distributed are taxed as ordinary income and if taken before age 59½, may be subject to a 10% federal tax penalty.

## Who Invests in a Fixed Annuity?

The GEBA MAX Fixed Annuity is a fixed income investment that provides stable growth and minimal risk. The fixed annuity allows you to protect your retirement savings without risk. This is a great investment option for those seeking to preserve their initial investment.

The GEBA MAX Fixed Annuity is limited to residents of MD, CO, DC, DE and FL.

## What are the Benefits and Features?

- You can use the GEBA MAX Fixed Annuity to fund a Traditional IRA or Roth IRA<sup>1</sup>.
- The GEBA MAX can fund a non-qualified individual or joint annuity taking advantage of the tax-deferral benefits with larger, unlimited contribution amounts.
- It is an accumulation annuity, not an immediate or deferred payout annuity. You control the contributions and withdrawals<sup>2</sup>.
- Tax Deferral. GEBA MAX Fixed Annuity allows your interest earnings to grow completely tax-deferred until the time of withdrawal. Compare this to interest earned in a taxable CD or Money Market account in which you have to pay taxes on the interest every year.

## Ⓢ Offered through Jackson National Life Insurance Company<sup>®</sup>

### Jackson National Life Insurance Company<sup>®</sup> Overview:

Jackson National Life<sup>®</sup>, founded in 1961, is one of America's largest life insurance companies, with over \$70 billion in assets (GAAP)\*.

### The Financial Strength Ratings of Jackson National Life Insurance Company<sup>®</sup>:

AM Best	A+ (Superior)
Fitch	AA (Very Strong)
Moody's Investors Svcs	A1 (Good)
Standard & Poor's	AA (Very Strong)

*\*Ratings current as of 6/30/06. As of 6/30/06, Jackson National Life Insurance Company<sup>®</sup> had \$70 billion in assets (GAAP unaudited) and \$63.1 billion in policy liabilities (GAAP unaudited) set aside to pay primarily future policyowner benefits.*



## How Does GEBA MAX Fixed Annuity Work?

### % Yield

The GEBA MAX fixed annuity was designed specifically for GEBA members to provide them with a competitive interest rate. Each premium payment to the GEBA MAX fixed annuity will be credited with the current interest rate as declared by Jackson National Life® at the time of receipt. The initial interest rate is declared in advance and guaranteed<sup>3</sup> for 1 year, 3 years or 5 years as available depending on your selection. After the expiration of the interest rate guarantee, you will continue to be credited with a competitive interest rate as declared by JNL for a period of not less than 12 months. Your GEBA MAX interest rate is guaranteed<sup>3</sup> never to drop below 3%.

### Higher Interest Rates for Certain Investment Amounts

Subject to certain restrictions and limitations, a 0.30% higher interest rate will be credited to new and additional premium of \$100,000 or greater. Additional premium that increase the accumulated value of a JNL fixed annuity to \$100,000 or greater will also be eligible for the 0.30% higher interest rate.

### \$ Withdrawal Charges

The GEBA MAX is a long-term vehicle, and each premium payment can be most effective when left in place for at least six years or until retirement. Amounts withdrawn prior to the end of the six-year withdrawal charge period may be subject to withdrawal charges and excess interest adjustments, which may reduce your accumulated value.

Completed Years Since Receipt of Each Premium Payment	0	1	2	3	4	5	6 and after
Withdrawal Charge <sup>+</sup>	6%	5%	4%	3%	2%	1%	0%

*\*Percentage of each premium payment and interest credited on such premium.*

*Each premium, including subsequent premium, is subject to the withdrawal charge schedule to the left.*

### \* Liquidity

- **15% Free Withdrawals.** Each contract year, you may withdraw up to 15% of your accumulated value without incurring a withdrawal charge or excess interest adjustments.
- **Required Minimum Distributions (RMD).** Qualified plan (Traditional IRA) required minimum distributions may be taken each contract year **with no withdrawal charges**.
- **Terminal Illness Benefit and Extended Care.** Subject to certain guidelines and restrictions, you may be able to withdraw up to 100% of your contract’s accumulated value if you are diagnosed with a terminal illness or confined to an extended care facility. This benefit is limited to an aggregate of \$250,000 on all JNL contracts.

### Excess Interest Adjustment

The excess interest adjustment may result in an increase or decrease in withdrawal value within the terms of the contract. **Withdrawals within the contract’s withdrawal charge period may be adjusted downward when interest rates are rising and upward when interest rates are falling to reflect the changes in the interest crediting rate since the date premium was credited.** In no event will the withdrawal value be less than the premium payments accumulated at the minimum guaranteed interest rate less any withdrawal charge.

To begin investing in the GEBA MAX, please turn to the back page for instructions.

## How do I make a contribution?

All active civilian employees of the Intelligence Community and contract and military employees assigned to NSA "W" may contribute on behalf of themselves and their spouse. To open a GEBA MAX Fixed Annuity account, simply complete a Fixed Annuity Application. For lump sum investments attach a check made payable to Jackson National Life Insurance Company®; for automatic contributions complete and attach the Pre-Authorized Charge (PAC) Form.

You can start a GEBA MAX Fixed Annuity with a minimum initial payment of \$5,000 for non-IRA money or \$2,000 for qualified money (IRAs)<sup>1</sup>. Subsequent payments must be at least \$1,000, or \$80 monthly if part of an automatic payment plan using auto debit from a checking or savings account. Issue ages are 0 - 90.

## How do I make a withdrawal?

Complete the GEBA MAX Fixed Annuity Withdrawal Form, Policyholder's Request for Partial or Full Liquidation section. Prior to requesting a withdrawal, please verify any withdrawal charges or IRS penalties, which may be charged dependent upon age and/or length of time the investment contract has been in force.



## Need additional forms?

Fixed Annuity Application Forms, Pre-Authorized Charge Forms, and Request for Partial or Full Liquidation Forms can be obtained by calling the GEBA office at (301) 688-7912 or (800) 826-1126, stopping by the GEBA office at NSA, OPS 2A, VCC, Room 201, or via the internet at [www.geba.com](http://www.geba.com).

Please return forms via mail to:

**GEBA**  
P.O. Box 206  
Annapolis Junction, MD 20701-0206

**We request you mail forms rather than fax them, please.**

<sup>1</sup> If you are considering an annuity to fund a qualified plan, such as a 401(k) or an IRA, the tax-deferral offers no additional value. Tax deferral may not be available if the annuity is owned by a "non-natural person" such as a corporation or certain types of trusts.

<sup>2</sup> A fixed annuity is a long-term, tax-deferred vehicle designed for retirement. Earnings are taxable as ordinary income when withdrawn and, if taken before age 59 ½, may be subject to a 10% federal tax penalty.

<sup>3</sup> Guarantees are backed by the claims-paying ability of Jackson National Life Insurance Company®.

GEBA MAX with Excess Interest Adjustment Flexible Premium Deferred Fixed Annuity (contract number A610A-2) is issued by Jackson National Life Insurance Company®, Lansing, MI. This product may not be available in all states. State variations may apply. The contract has limitations and restrictions, including Withdrawal Charges. For costs and complete details, call your GEBA Member Service Representative.

GEBA MAX is a fixed annuity and should be considered a long-term, tax-deferred vehicle for retirement.