Flexibility for Achieving Major Milestones

Jenna & Dave
ages: 28 and 31

Jenna and Dave are planning for a second child and want to upgrade from their two-bedroom condo to a home in a better school district in five years. They've been saving for a down payment in a high-yield savings account but have noticed declining interest rates.

The Challenge

While exploring alternatives, Dave found attractive fixed annuity rates, but Jenna pointed out the early withdrawal IRS tax penalties. After consulting their financial advisor, Shannon, they considered other options and were introduced to the FastBreak™ multi-year guaranteed annuity.

The Plan

FastBreak™ offered higher yields and principal protection over five years, with 10% free withdrawals annually for unexpected expenses. As a non-tax-deferred annuity, it avoids the IRS' early withdrawal tax penalties. Jenna and Dave will simply receive an IRS Form 1099-INT for interest earned each year which will be taxed at the same rate that applies to their ordinary income. Savings made simple!

FastBreak™

A groundbreaking annuity offering the same great rates, but with greater flexibility for all savers

- Tax Penalty free withdrawals before 59 ½[3]
- Earn 3.8x higher yield than the average CD[1]
- Fixed rates up to 5.50% APY[4]
- Principal Protection
- Withdraw up to 10% annually with no IRS early withdrawal tax penalty[2]

1 Source: Bankrate.com, national average of 5-year CD, week of 7/22/24.

2 You may take up to 10% free withdrawal amount in any contract year without paying a surrender charge or market value adjustment. Refer to the product summary for full details as withdrawals will reduce your contract value and future earned interest.

3 Because FastBreak™ earnings are not tax-deferred, you will not pay a tax penalty to withdraw interest before age 59½. It's important to note that should you make withdrawals from or surrender your contract prior to the end of your selected investment term, we will apply a Withdrawal Charge and a Market Value Adjustment for the amount of the withdrawal or surrender that exceeds the 10% annual Free Withdrawal Amount. However, you will not be subject to a 10% tax penalty on interest withdrawn if you are under age 59½.

4 Annual Percentage Yield (APY) rates subject to change. Current rates as of 10/9/2024 for a 5-10 year investment term. Please visit gainbridge.io/fastbreak for current rates, product disclosures, and other important information. Annuities issued by Gainbridge Life Insurance Company, Zionsville, Indiana. Products and/or features may not be available in all states. All guarantees based on the financial strength and claims paying ability of the issuing insurance company.