



10 Reasons To Consider Something Other Than A CD

Just
ask Freeman

www.justaskfreeman.com

Reason #1

Interest earnings are free
from current taxation

How it works

A 1099 is not issued for interest earnings until there is a distribution, thus interest earnings are free from current taxation and allowed to compound, tax deferred.

With CD interest earnings, you are taxed even if the interest is not withdrawn.

Reason #2

**Interest earnings reinvested automatically
with no current income taxation**

How it works

During the accumulation period, the money you put into the annuity earns interest that is compounded three (3) ways.

Interest is applied to the principal, it is applied to earned interest and money you would have paid in taxes. In other words, the interest earnings grow tax-deferred as long as you

leave the money in the annuity. Bank, FCU, CD interest earnings compound two (2) ways, interest is applied to the principal and earned interest. All CD interest earnings are taxed whether you use these earnings or not.

Thus, CD interest earnings have no favorable tax treatment.

Reason #3

Tax liability on Social Security income eliminated or reduced on deferred accumulation

How it works

Currently, 85% of Social Security benefits are taxed if you file a federal tax return as an individual and your total income is more than \$25,000. If you file a joint return, you have to pay taxes on your Social Security benefit when your total income is more than \$32,000. Since the interest earnings from a CD are taxable and not tax deferred, it is counted in the total income and does not reduce or eliminate the taxes on Social Security Income.

Reason #4

Penalty free withdrawals

How it works

Liquidity options are available with annuities. So, the contract allows you to make one or more withdrawals without a charge.

Withdrawal charges are waived in certain situations, such as death, confinement in a nursing home or terminal illness.

With a CD, you are penalized for early term withdrawals.

Reason #5

Deposit not reduced by commissions

How it works

The annuity contract owner's assets are not subject to commissions. The insurance company that issues the annuity contract compensates the advisor a commission

Reason #6

No broker fees

How it works

There are no broker or brokerage fees.
Thus, the asset used to purchase an annuity is not
reduced by the fees.

Reason #7

Automatically avoids the expense and delay of probate

How it works

An annuity contract automatically avoids the expense and delay of probate, because you designate a beneficiary who directly receives the proceeds (death benefit) and, in some states, creditor claim protection is available. Whereas, with a CD, even a TOD or Joint tenets with rights to survivorship may be subject to creditor claims and probate.

Reason #8

Nursing home benefit

How it works

Nursing home riders can be attached to the annuity contract. If you need skilled care to help with feeding, bathing, walking, training relatives etc.

Your contract can have this feature.

Can a CD do that? No, of course not!

Reason #9

Bonus available on premium

How it works

A bonus can be applied to the amount of premium (\$\$\$) that is used to purchase an annuity.

This bonus can kick-start the asset.

Reason #10

Potential higher yield and
guaranteed lifetime income

How it works

An optional Lifetime Income Rider can be added to your deferred annuity for an annual charge. This Rider allows you to elect Lifetime Income Withdrawals to generate a stream of income you can never outlive...Guaranteed!

Lifetime Income Withdrawals provide flexibility and choices that put you in control of determining when and how much retirement income you receive!

Thank You

Hi, I'm Freeman Owen Jr. I hope you enjoyed this white paper. If you'd like to read more of my white papers, you can visit my site right now at: <http://www.justaskfreeman.com/whitepapers>.

Now, let me ask you a few quick questions:

- Are you in the retirement red zone or already retired?
- Are you tired of speculating in the market?
- Are you concerned, in the event of a meltdown, that you will not have time to recover?
- Are you concerned about outliving your resources?

If you answered yes to any of these and would like to ask me a question...

866.471.7233 (Toll Free)

Email: freeman@justaskfreeman.com

Website: www.justaskfreeman.com

