

The cost of waiting

During a volatile interest rate environment, today's savers may be tempted to keep money in shorter-term products (like a certificate of deposit, or CD), hoping to take advantage of higher anticipated rates in the future.

But keeping money in shorter-term products may come at a cost when compared to locking in something a little longer-term now.

Here's a hypothetical example of three savers who each start with \$100,000:

- **Saver A**—Buys a **five-year multi-year guarantee annuity (MYGA)** guaranteeing 5.45% each year, locked in for five years.
- **Saver B**—Buys a **one-year certificate of deposit (CD)** guaranteeing 1.86%, with plans to repurchase a new one-year CD at a higher rate each year for five years.
Saver B assumes the rate will increase 0.50% each year.
- **Saver C**—Also buys a **one-year CD** guaranteeing 1.86%, with plans to repurchase a new one-year CD at a higher rate each year for five years.
Saver C assumes the rate will increase 1.00% each year.

Curious about key differences between CDs and MYGAs? See page 2.

Total accumulated at the end of five years \$100,000 (assuming no withdrawals)						
	Saver A		Saver B		Saver C	
Year 1	5.45%	\$105,450	1.86%	\$101,860	1.86%	\$101,860
Year 2	5.45%	\$111,197	2.36%	\$104,264	2.86%	\$104,773
Year 3	5.45%	\$117,257	2.86%	\$107,246	3.86%	\$108,817
Year 4	5.45%	\$123,648	3.36%	\$110,849	4.86%	\$114,106
Year 5	5.45%	\$130,387	3.86%	\$115,128	5.86%	\$120,793
Total accumulated interest		\$30,387		\$15,128		\$20,793

The chart in this example is hypothetical, non-guaranteed and not an indication of past or future performance. Assumes \$100,000 initial premium and assumes no withdrawals were taken during this period. Rates for Saver A are reflective of F&G Secure MYGA® 5 MVA as of March 17, 2025. Rates for Saver B and C are based on national average for a 1-year CD stated on Bankrate.com as of March 17, 2025.

Not a bank or credit union deposit, obligation or guarantee	May lose value	Not FDIC/NCUA/NCUSIF insured	Not insured by any federal government agency
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CD? MYGA? Key differences to consider

When considering a CD or MYGA, there are key differences you'll want to take into account. Of course, interest rates and surrender charge schedules will vary. But here are some other things to keep in mind.

	CD	F&G MYGA
Premium protection from market decline	✓	✓
Guaranteed interest rate	✓	✓
Surrender charges or penalties	✓	✓
Tax-deferred growth ¹		✓
Surrender-charge free partial withdrawals		✓
Terminal illness, impairment and nursing home riders		✓
Pay a beneficiary outside probate		✓
Option to annuitize		✓

The bottom line?

While nobody can know what interest rates will look like a year from now, there may be a cost to waiting for rates to rise if those rates don't rise enough compared to what could be locked-in today.

Talk with your financial professional today about which savings options might be best for you.

¹ You pay taxes only when you make withdrawals and receive income in the future.

"F&G" is the marketing name for Fidelity & Guaranty Life Insurance Company issuing insurance in the United States outside of New York. Life insurance and annuities issued by Fidelity & Guaranty Life Insurance Company, Des Moines, IA.

Guarantees are based on the claims paying ability of the issuing insurer, Fidelity & Guaranty Life Insurance Company, Des Moines, IA.

Policy form numbers: MYGA (04-21), ICC21-MYGA (03-21), MYGA-MVA-NRSC (04-21), MYGA-FW (03-21), MYGA-SCWR-IMP (03-21), MYGA-SCWR-NHC (03-21), MYGA-SCWR-TI (03-21), SCWR-RMD (01-21), AE-2037 (05-20), AE-2038 (05-20), OM TSA 2009, ICC21-MYGA-MVA-NRSC (03-21), ICC21-MYGA-FW (03-21), ICC21-MYGA-SCWR-IMP (03-21), ICC21-MYGA-SCWR-NHC (03-21), ICC21-MYGA-SCWR-TI (03-21), ICC20-SCWR-RMD (10-20), ICC20-AE-2037 (05-20), ICC20-AE-2038 (05-20), ICC11-1054 (11-11), ICC20-UNISEX (08-20), ICC20-UNISEX-IRA (09-20).

F&G Secure MYGA MVA, Non-MVA and ROP are Single Premium Deferred Annuities.

F&G Secure MYGA MVA, Non-MVA and ROP are not available in NY.

MYGA MVA, Non-MVA, ROP: A new 1-year guarantee period will begin after the end of the previous guarantee period.

F&G annuities are insurance products not guaranteed by any bank nor are they insured by FDIC, NCUA/NCUSIF, the Federal Government or any agency. They may lose value. There is no bank or credit union guarantee, and they are not a deposit. They may be offered only by a licensed insurance agent.

Information provided regarding tax or estate planning should not be considered tax or legal advice. Consult your own tax professional or attorney regarding your unique situation.

The examples included in this document are hypothetical, non-guaranteed and is not an indication of past or future performance.

Interest rates subject to change at insurer's discretion and are effective annual rates.

Past performance does not guarantee future results.

An annuity is intended for retirement or other long-term needs. It is intended for a person who has sufficient cash or other liquid assets for living expenses and other unexpected emergencies, such as medical expenses. An annuity is not a registered security.

Surrender charges and a market value adjustment (MVA) may apply to withdrawals. An MVA may increase or decrease the surrender value. Withdrawals may be taxable and may be subject to penalties prior to age 59 ½. Withdrawals will reduce the available death benefit.

The provisions, riders and optional additional features of this product have limitations and restrictions, and may have additional charges. Contracts are subject to state availability, and certain restrictions may apply.