



Experience
the Power of
Collaborative
Thinking

The cost of waiting

As interest rates appear poised to continue rising, 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 those 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 4.95% each year, locked in for five years.
- **Saver B**—Buys a **one-year certificate of deposit (CD)** guaranteeing 1.73%, 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 1.73%, 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	4.95%	\$104,950	1.73%	\$101,730	1.73%	\$101,730
Year 2	4.95%	\$110,145	2.23%	\$103,999	2.73%	\$104,507
Year 3	4.95%	\$115,597	2.73%	\$106,838	3.73%	\$108,405
Year 4	4.95%	\$121,319	3.23%	\$110,289	4.73%	\$113,533
Year 5	4.95%	\$127,325	3.73%	\$114,402	5.73%	\$120,038
Total accumulated interest		\$27,325		\$14,402		\$20,038

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 January 3, 2024.

Rates for Saver B and C are based on national average for a 1-year CD stated on Bankrate.com as of January 8, 2024.

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		✓
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.

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All rates subject to change at the sole discretion of Fidelity & Guaranty Life Insurance Company.

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 market value adjustment may apply to partial and full surrenders. Surrenders may be taxable and may be subject to penalties prior to age 59 ½.

Provisions and riders have limitations, restrictions and additional charges. Subject to state availability. Certain restrictions may apply.

Policy form numbers: MYGA (04-21), ICC21- MYGA (03-21), MYGA-SCWR-IMP (03-21), MYGA-SCWR-NHC (03-21), MYGA-SCWR-TI (03-21), ICC21-MYGA-SCWR-IMP (03-21), ICC21-MYGA-SCWR-NHC (03-21), ICC21-MYGA-SCWR-TI (03-21).