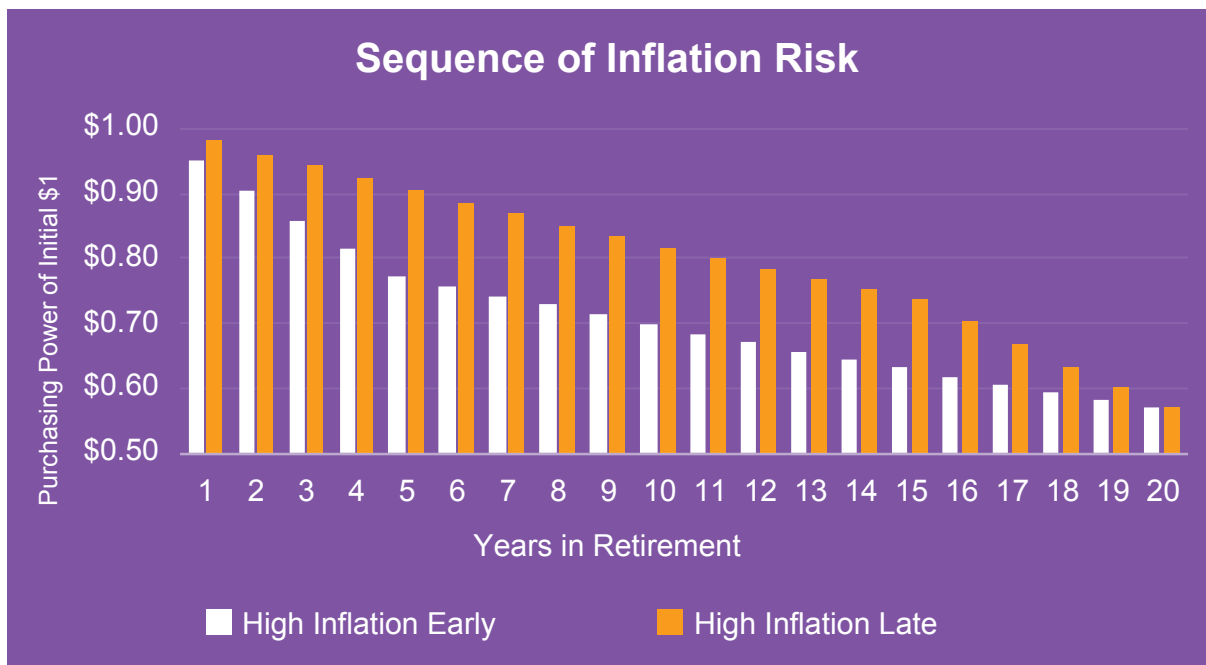


How a sequence of **inflation risk** might affect your retirement

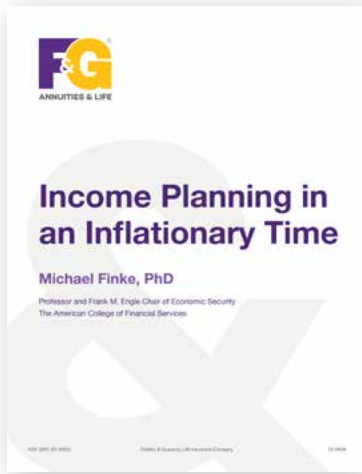
Did you know it is possible for two retirees to lose an identical amount of purchasing power over 20 years, yet one retiree will experience a significantly higher cost of spending because they experienced higher inflation earlier in retirement?

Although an income annuity protects against longevity risk, it is possible that a stable lifetime income guarantee will not allow a retiree to maintain a desired lifestyle if prices rise. Figure 1 shows how a retiree is most at risk of inflation if it occurs during the first few years of retirement as a result of sequence of inflation risk. Inflation risk can be addressed through the use of an annuity with a guaranteed minimum withdrawal benefit that rises as prices increase.

Figure 1: Change in Purchasing Power of an Early and Late Increase in Inflation



Source: Michael Finke, PhD, Author, ADV3267 Income Planning in Inflationary Time. The information provided is the sole opinion and judgement of the author. The information contained herein has been obtained and verified by the author and therefore believed to be reliable and accurate at the time of publishing.



Ready to dive deeper?

F&G partnered with Michael Finke, Ph.D., an economist and professor at American College, who authored a thought capital piece titled, “Income Planning in Inflationary Times” which takes a closer look at the risks individuals are facing going into retirement. Within this piece, you'll see how our recently launched Safe Income Advantage fixed-indexed annuity may help in income planning.

Please contact us at 888.513.8797 or talk to your financial professional to learn more today!

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

Contracts issued by Fidelity & Guaranty Life Insurance Company, Des Moines, IA.

Safe Income Advantage is a deferred, fixed indexed annuity that provides a minimum guaranteed surrender value. You should understand how the minimum guaranteed surrender value is determined before purchasing an annuity contract. Even though contract values may be affected by external indexes, the annuity is not an investment in the stock market and does not participate in any stock, bond, or equity investments.

Indexed interest rates are subject to caps, participation rates and/or spreads, which may change at the discretion of F&G.

Annuities are long-term vehicles to help with retirement income needs. Before purchasing, consider your financial situation and alternatives available to you. Visit us at fglife.com for more information, and consult a financial or insurance professional who can help you determine the alternatives for your goals and needs.

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

Surrender charges may apply to partial and full surrenders. Surrenders may be taxable and may be subject to penalties prior to age 59 ½.

This document is not a legal contract. For the exact terms and conditions, please refer to the contract.

No bank guarantee.

Not FDIC/NCUA/NCUSIF insured.

May lose value if surrendered early.