

The Variable Annuity Life Insurance Company (VALIC)  
Houston, Texas

This information is intended to help you understand the requirements and provisions of a Roth IRA.

I understand that my policy is designated as a Roth IRA and that contributions to a Roth IRA are not tax-deductible. I also understand that there are no minimum distribution requirements for a Roth IRA during the owner's life and that the owner may make contributions after age 70½.

Distributions from a Roth IRA are generally not subject to federal income taxes or tax penalties, provided that the distribution occurs at least 5 years after the Roth IRA was established AND one of the following occurs:

- the owner is age 59½ or older;
- the owner is disabled within the meaning of section 72(m)(7) of the Internal Revenue Code;
- the payment is made to a beneficiary following the death of the owner; or,
- the payment is for the first-time purchase of a home by the owner, owner's spouse, or any child, grandchild, parent or grandparent of the owner or the owner's spouse, subject to the requirements of section 72(t)(8) of the Internal Revenue Code.

Distributions that do not meet these requirements and exceed cost basis are subject to federal income taxes and, unless another exception applies, to federal tax penalties. Early withdrawal charges will apply to distributions as specified in the annuity policy. Early withdrawal charges will not be waived for tax-free distributions from the Roth IRA. If funds converted or rolled over from other plan types are withdrawn prior to attainment of age 59½, a federal tax penalty may apply to the amount of the withdrawal attributable to the conversion or rollover unless the amount converted or rolled over has been in the Roth IRA for at least 5 years, regardless of the age of the Roth IRA.

PLEASE CHECK ONLY ONE (1) SECTION. By checking the section, you agree that you have read and understand the options provided below.

SECTION I – TO BE COMPLETED FOR NEW INVESTMENT (Funds currently not invested)

I am an individual with an anticipated adjusted gross income ("AGI") of \$124,000 or less for the tax year for which I am contributing to a Roth IRA, OR I am married, filing jointly, with a joint AGI of less than \$196,000.

SECTION II – TO BE COMPLETED FOR A CONVERSION OR QUALIFIED ROLLOVER FROM AN EXISTING ELIGIBLE RETIREMENT PLAN TO A ROTH IRA

- I certify that the funds being remitted for this policy are from a TRADITIONAL IRA or from an eligible retirement plan.
- Distributions taken from amounts converted or rolled over from other plan types within 5 years of the conversion or rollover are subject to a 10% federal tax penalty if taken prior to attainment of age 59½.

SECTION III – TO BE COMPLETED FOR A TRANSFER OR ROLLOVER FROM AN EXISTING ROTH IRA

(Provide applicable date below.)

Date Roth IRA was established    Month \_\_\_\_\_    Day \_\_\_\_\_    Year \_\_\_\_\_

OR

Date of Conversion    Month \_\_\_\_\_    Day \_\_\_\_\_    Year \_\_\_\_\_

Neither The Variable Annuity Life Insurance Company nor any of its agents or representatives are authorized to give legal, tax or accounting advice. The Variable Annuity Life Insurance Company encourages you to consult a tax advisor regarding your individual situation and needs.

Signed this \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_\_.

\_\_\_\_\_  
LICENSED AGENT'S NAME (Please print)

\_\_\_\_\_  
OWNER'S NAME (Please print)

\_\_\_\_\_  
LICENSED AGENT/REGISTERED REPRESENTATIVE'S SIGNATURE

\_\_\_\_\_  
OWNER'S SIGNATURE