



Live Today. Secure Tomorrow.

SecureMaster<sup>SM</sup>



Single Premium Indexed Universal Life Insurance Policy  
Issued by Fidelity & Guaranty Life Insurance Company, Baltimore, MD

12-381

## Expecting the Unexpected

Just because the future is unknown, doesn't mean you can't be prepared for what it has to offer. Whether clear blue skies or stormy seas are in the forecast, you want the empowerment of being ready for what lies ahead. You've already begun the process by working hard over the years to build savings for retirement. But what comes next?

Evaluate whether you and your loved ones are armed against the unpredictability of the future.

Consider:

What will happen if I die unexpectedly?

Will my loved ones be financially taken care of after I'm gone?

Can I currently leave a tax-free inheritance for my beneficiaries?

When I retire, will I outlive my retirement savings?

The right life insurance policy can address all of these concerns and more.



## Indexed Universal Life: More Than Just a Death Benefit

Life insurance can be about more than just providing a death benefit. An Indexed Universal Life (IUL) insurance policy has all the traditional benefits of life insurance, but it also allows you to grow *and* protect your hard-earned dollars for the future—tax deferred—providing peace of mind and security.

### Benefits of IUL

- Protect your family and assets with a permanent, tax-free death benefit.
- Receive interest credits based on market gains without risking your premium to any direct exposure to the stock market.
- Supplement your income without restrictions on how the cash value is used.
- Receive favorable tax treatment, including tax-deferred growth and a tax-free death benefit for the policy beneficiary.
- Protect your retirement funds with guaranteed minimum crediting.
- Potentially shield your cash value from creditors.
- Exclude your cash value from counting against the family for need-based college financial aid.

## How Does an Indexed Universal Life Policy Work?

When you pay premium into an indexed universal life insurance policy, any amount in excess of what is needed to cover the policy costs becomes your cash value. The cash value of the policy grows tax-deferred and is guaranteed minimum crediting. You can access the cash value of the policy tax-free at any time after the first year through a loan, as long as the policy remains in force. There is no income tax or capital gains tax on policy loans, and there is no 10% federal tax penalty on proceeds received prior to age 59½. Note: Any outstanding loan can impact the no-lapse guarantee and the death benefit.

## Live Today. Secure Tomorrow.

SecureMaster indexed universal life insurance combines insurance protection with cash value accumulation. It accrues interest based on growth in a market index, providing you with both upside potential and downside protection. You can use SecureMaster to replace income for retirement or use the accumulating cash value to increase your death benefit so you'll have more to leave loved ones—all while enjoying tax advantages.

## Insurance Demystified



Securing your future shouldn't be confusing.

So what exactly is a permanent single premium indexed universal life insurance policy?

Let's break it down:

**Permanent** A permanent life insurance policy provides protection for your entire lifetime—however long that may be (as opposed to term life insurance, which is temporary insurance for a specific amount of time).

**Single Premium** A single premium life insurance policy is funded with one upfront premium payment.

**Indexed** The major difference between a traditional universal life policy and an indexed universal life policy is the way interest is credited to your policy's cash value. An indexed policy accumulates interest based on growth in a market index. Indexed-linked interest earnings give you the potential for growth at a higher rate of interest without the risk of being directly invested in the market.

**Universal** Universal Life (UL) is a type of permanent life insurance where premium payments beyond the cost of insurance protection build a tax-deferred cash value that you can withdraw or use to increase your death benefit.

**Life Insurance Policy** A life insurance policy is a contract with an insurance company that people buy to financially protect the ones they leave behind after death.

# Guaranteed Death Benefit

Life expectancy is on the rise, but that doesn't mean we will live forever. Even so, the inevitability of death isn't something we often like to think about or discuss—especially the possibility of it striking unexpectedly.

For many, ensuring our loved ones are taken care of in the event of our death is an utmost priority. Unfortunately, 35 million U.S. households have no life insurance at all,<sup>1</sup> leaving them financially unprepared for an untimely death.

<sup>1</sup> "Life Insurance Ownership Study," LIMRA, 2010.

How prepared are you for an untimely death?

*Questions to consider:*

When I die, will there be money to pay for my final expenses?

Will my survivors have the financial means to maintain their current lifestyle? Will they be pushed into poverty?



## Interest Crediting Options

All permanent life insurance products offer death benefit protection, but growth potential and volatility will be different with each product. SecureMaster offers both a declared rate crediting option and three indexed crediting options, giving you choice, protection, and growth potential. Choose the option or combination of options that best helps you achieve your financial goals. No matter which option or options you choose, the interest is locked in annually and will never be less than 0.25%.

### Declared Rate Option

This interest crediting option offers a predictable, competitive interest rate for consecutive one-year periods. You may transfer out of this option into another available option on any policy anniversary. The rate is declared by the Company and is guaranteed never to be less than 0.25%.

### Indexed Crediting Options

These crediting options earn interest based on changes in the S&P 500<sup>®</sup> Index, giving you the opportunity to benefit from market-linked gains without participating in market-linked risk. Choose among three available options:

**S&P 500<sup>®</sup> One-Year Point-to-Point With 100% Participation Rate With Cap**—Interest credited in this indexed interest option is determined by comparing the S&P 500<sup>®</sup> Index value at the end of a one-year period with its value at the beginning of that one-year period. You are credited with 100% of the index's growth up to a predetermined "cap," or maximum percentage.



**S&P 500® One-Year Point-to-Point With 140% Participation Rate With Cap**— This indexed interest option also measures the growth of the S&P 500® Index at two points: the beginning of the one-year period and the end of the one-year period. The two index values are compared, and you are credited with 140% of the index's growth up to a predetermined "cap," or maximum percentage. The 140% participation rate increases your chances of reaching your maximum rate of interest.

**S&P 500® One-Year Monthly Point-to-Point**—This indexed interest option measures the change of the S&P 500® Index monthly over a one-year period. A cap is applied to each monthly gain, and the monthly returns are totaled at the end of the one-year period to determine interest credited.

The S&P 500® Index is a leading stock market index and a primary economic indicator. The index measures price changes of 500 widely held U.S. common stocks. Dividends paid on the stocks underlying the index are not reflected in the index itself.

**Your money is protected from negative market returns—guaranteed.**

Even though the interest credited is based on growth in a stock index, indexed universal life insurance policies are not an investment in the stock market and don't participate directly in any stock or investment.



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Will my family be able to keep its home?

What about estate taxes?

Will my heirs have the financial assets to be able to attend college?

Without me, will there be enough money to provide childcare?

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SecureMaster's death benefit provides peace of mind in knowing that your final expenses will be covered and your survivors can continue without the devastation of losing a primary income. Death benefit proceeds are paid directly to the chosen beneficiary and are generally free from the hassles, publicity, and delays of probate or income taxes, allowing you to leave a legacy, not financial worries.



# Living Benefits

How do you protect yourself financially against an unforeseen illness? SecureMaster's accelerated benefits riders help you preserve your financial independence by distributing up to 100% of the policy's death benefit early if you become terminally or critically ill. These riders are included in the policy at no additional monthly charge and with no additional underwriting.

- **Terminal Illness Rider**—If you become terminally ill, you may request a portion of the death benefit early. Receive up to 100% of the death benefit if a doctor certifies that death is expected within 24 months.
- **Critical Illness Rider**—If you are diagnosed with a covered critical illness (heart attack, stroke, cancer, or end-stage renal failure), this rider will pay up to 100% of the death benefit early.

Only one accelerated benefits rider may be paid on each policy, and certain restrictions and conditions apply. Ask your insurance professional for more information.

## Liquidity

SecureMaster provides the flexibility to supplement your income or respond to life's opportunities and unanticipated events. With indexed universal life policies, you aren't limited on how you can spend your money, so you can tap into your policy to supplement your retirement income, fund college expenses, or even pay off debts. Keeping in mind that borrowing or withdrawing funds will reduce the policy's cash value and death benefit, you can access your cash value in one of two ways: policy loans or surrenders.

### Policy Loans

You may take an unlimited number of loans against your policy's cash value after the first policy year at a specified rate of interest. When you borrow from your policy, the money you borrow earns a fixed rate of interest.

### Surrenders

You may also make withdrawals or "surrender" all or part of your policy after the first policy year, subject to a \$500 minimum. Declining charges for surrender apply in the first 14 years of the policy.

Surrender Charge Schedule

Policy Year	% of Account Value
1	14%
2	13%
3	12%
4	11%
5	10%
6	9%
7	8%
8	7%
9	6%
10	5%
11	4%
12	3%
13	2%
14	1%
15	0%

## Additional SecureMaster Features

### Guaranteed Return of Premium

In the unlikely event that you surrender your policy, SecureMaster's Return of Premium Rider guarantees that your minimum surrender value will always be at least 100% of the premium you paid into the policy reduced by any loan balance, net withdrawals, or accelerated benefits already taken.

### Tax Advantages

SecureMaster provides tax-deferred interest earnings on the cash value. Your beneficiaries will receive a death benefit completely free from federal taxes in most cases. If you choose to borrow from the cash value, there is no income tax penalty on the loan. Plus, it avoids potential estate taxes and probate costs on policy proceeds. SecureMaster's accelerated benefits riders are also paid out on a tax-advantaged basis.

### Premium Bonus

A premium bonus will automatically be credited to the policy to give your account value a jumpstart and increase your earnings potential. The bonus is calculated as a percentage of your initial premium. It is credited to your account value at issue and is eligible to earn interest immediately.

### Issue Ages

Available to ages 50–85 as of last birthday.

### No-lapse Guarantee

If no loans or partial surrenders are taken, the policy is guaranteed not to lapse prior to its maturity at age 110 of the policy owner.

### Simplified Underwriting

SecureMaster offers a faster underwriting process than you might find on a typical life insurance policy. The process, known as simplified underwriting, is much less invasive and can provide an accelerated, same-day underwriting decision. Eligibility for coverage is based on answers to questions on a short form, so medical exams and blood work are not required. To apply, simply fill out an application and complete a 15-minute phone interview.

### Fees

The Company reserves the right to charge a one-time administration fee of \$25 for each partial surrender and \$500 upon the exercise of an accelerated benefits rider.



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## About Fidelity & Guaranty Life

SecureMaster single premium indexed universal life insurance is issued by Fidelity & Guaranty Life Insurance Company. Incorporated in 1959, Fidelity & Guaranty Life Insurance Company has a solid commitment to serving the individuals it knows best—middle market consumers seeking the safety, protection, accumulation, and income features of secure life insurance and annuity products. Fidelity & Guaranty Life offers its series of focused life insurance and annuity products through its network of independent marketing organizations in every state, other than New York, as well as the District of Columbia. In New York, products are offered through a wholly owned subsidiary, Fidelity & Guaranty Life Insurance Company of New York.

## To Learn More

Ask your insurance professional for a policy illustration and for information on an existing policy or to discuss changes to your insurance needs. We also invite you to contact our Policyholder Services Department toll-free at 877-549-7663, Monday through Friday.





Policies issued by Fidelity & Guaranty Life Insurance Company, Baltimore, MD.



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Indexed interest rates are subject to a cap. Caps are subject to change at the discretion of Fidelity & Guaranty Life Insurance Company.

Withdrawals and surrenders may be subject to income tax and IRS penalty tax if made before age 59½. Information regarding tax or estate planning should not be considered tax or legal advice. Consult your tax advisers regarding your unique situation. Accelerated benefits may be taxable. Assistance should be sought from a personal tax adviser.

  **No bank guarantee. • Not FDIC/NCUA/NCUSIF insured. • May lose value if surrendered early.**

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