

Royal Choice

Royal Neighbors of America has prepared this summary to help you understand the features and benefits of the Royal Choice Annuity (Series #200621A).

TAX ADVANTAGES

Although an annuity does not eliminate your tax liability on interest earnings, under current tax law all interest earned accumulates on a tax-deferred basis. Tax-deferred growth is currently available only to individual owners and certain trusts.

NO SALES CHARGES OR ANNUAL FEES

100% of your money earns interest for you.

INTEREST CREDITING

Interest is credited and compounded on a daily basis. The rate shown below is the current annual effective yield as of ___/___/___.

_____ %

The actual rate credited will be the rate in effect at the time of issue.

The initial interest rate is guaranteed for one (1) year. Thereafter the interest rate credited may increase or decrease, but is guaranteed to never be less than 3%.

ISSUE AGES

Annuitant0 through 85
Owner16 through 99

MINIMUM SINGLE PREMIUM \$7,500

MAXIMUM SINGLE PREMIUM \$300,000
(without prior written approval)

SCHEDULED & UNSCHEDULED WITHDRAWALS

In addition to any automatic monthly interest withdrawals, you may request a partial withdrawal of at least \$500 at any time prior to the maturity date as long as your Accumulation Value does not fall below \$7,500.

MONTHLY INTEREST AVAILABLE

If the Accumulation Value of your **Royal Choice** Annuity is at least \$20,000, you may elect to receive your monthly interest earnings as a check or a direct deposit to your bank account.

WITHDRAWAL CHARGES

The Withdrawal Charge will apply to a full or partial surrender (withdrawal) of the premiums paid. The Withdrawal Charge is equal to the single premium amount, less any prior withdrawals of premium, multiplied by the Withdrawal Charge Percentage (%) which corresponds to the year of the withdrawal.

CERTIFICATE YEAR	1	2	3	4	5	6	7+
WITHDRAWAL CHARGE %	8.5	7.5	7	6	4	2	0

WITHDRAWAL CHARGES DO NOT APPLY TO:

- 1) Withdrawals up to the amount of accumulated interest (gain in the certificate)
- 2) Death Benefit Proceeds paid at the death of the Annuitant, or at the death of the Owner who is not the Annuitant if the Owner was age 75 or younger on the date of issue
- 3) As current practice, withdrawal charges will not apply to Required Minimum Distribution (RMD) in excess of accumulated interest, taken after the 1st certificate year.

DEATH BENEFIT PROCEEDS

If the Owner or Annuitant dies prior to the certificate maturing, death benefit proceeds will be paid.

Proceeds paid on the death of the Annuitant will equal the Accumulation Value. Proceeds paid on the death of the Owner who is not the Annuitant will equal the Cash Surrender Value. However, withdrawal charges will be waived if the Owner was age 75 or younger on the date of issue.

BENEFICIARY

At death of the Owner, the Beneficiary will be paid the death benefit proceeds. At death of the Annuitant, the Owner receives the death benefit proceeds, unless an Annuitant's Beneficiary has been named.

RIGHT TO EXAMINE YOUR ANNUITY

Your annuity certificate allows at least 20 days during which you may return the annuity and we will return 100% of your premium.

TAXATION OF WITHDRAWALS

Withdrawals may be subject to income tax. If withdrawals are made before the Owner's age 59 1/2, the taxable portion may be subject to an additional 10% IRS penalty.

NOTES

- The **Royal Choice** Annuity is not available in all states.
- All rates described in this summary are effective annual interest rates.
- This document is not a legal contract. For the exact terms and conditions, please refer to the annuity certificate.
- Annuities are products of the insurance industry and are not guaranteed by any bank or insured by the FDIC.
- Tax laws are subject to varying interpretation and possible changes. Please consult your tax advisor for further information.



“EXCELLENT”
by A.M. Best
(4th highest out
of 15 possible)

At a Glance *Financial Strength*

ASSETS:

\$719.2 million

SURPLUS:

\$221.5 million

SURPLUS RATIO:

30.8% (significantly
higher than the
estimated industry
average of 8.0%)

SOLVENCY RATIO:

1.44 (compares
favorably to industry
average of 1.09)

A.M. BEST RATING:

A- Excellent (4th
highest out of 15
possible)

(as of December 31, 2009)

Royal Neighbors of America

Insurance with a DifferenceSM

As a non-profit fraternal organization, Royal Neighbors of America exists for the benefit of its members. It offers insurance products to fulfill a variety of needs for growth, savings, and protection. Members also receive valuable member benefits and can participate in volunteer activities through the organization’s local chapters to make a difference in their communities. The organization’s philanthropic efforts are dedicated to changing women’s lives through its national programs and through the Royal Neighbors Foundation, a 501(c)(3) charity.

Get to know us:

- Since 1895, Royal Neighbors of America has been dedicated to insuring lives, supporting women, and serving communities.
- We were founded by nine strong, independent, and visionary women who wanted to empower women and those they cared about.
- Through local chapters, our more than 225,000 members work together to direct our national resources to causes that make a difference in their communities.
- We began giving back as early as 1906 when we gave financial aid and hands-on assistance to victims of the San Francisco earthquake.
- More recently, our financial help has made a difference to those affected by natural disasters such as Hurricanes Hugo, Rita, and Katrina; the Parkersburg, IA, tornado; and the Midwest floods.

In a crowded industry of look-alike insurance companies, one name stands out from the rest. *Royal Neighbors of America is Insurance with a DifferenceSM.*

Member Benefits



Discounts on prescription drugs



Discounts on dental and vision care, hearing aids, life-savings diagnostic testing, and health screenings



Fraternal Aid and Disaster Aid



Scholarship Program



Membership magazine and discounts on popular magazines



INSURING LIVES • SUPPORTING WOMEN • SERVING COMMUNITIESSM

Royal Neighbors of America

www.royalneighbors.org

(800) 770-4561, Option 1