



**American National Insurance Company
Galveston, Texas**

An Annuity Policy Illustration

Split Annuity

Designed for

Valued Client

Presented By

Valued Client

September 18, 2017

IMOSPLIT1A

Presented by: Valued Client

September 18, 2017 Version: SP V1.0

American National Insurance Company

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Valued Client

Split Annuity Supplement

Palladium MYG 10 - A Single Premium Deferred Annuity
Non-Qualified Single Premium Immediate Annuity

Age: 60 Sex: Male State: TX

Single Premium: \$ 200,000.00 Monthly Income : \$411.24 Income Paid: 10 Years

Immediate Annuity

Deferred Annuity (Palladium MYG 10)

Guaranteed Interest
3.60% in Year 1
2.60% in Years 2 - 10
Excluding MVA

	<u>End of Year</u>	<u>Age</u>	<u>Premium</u>	<u>Monthly Income</u>	<u>Premium</u>	<u>Guaranteed Surrender Value</u>	<u>Surrender Value</u>	<u>Annuity Value</u>
Single premium is paid at the beginning of the contract.	1	61	46,769.93	411.24	153,230.07	139,286	146,488	158,746
	2	62		411.24	0.00	140,679	151,114	162,874
	3	63		411.24	0.00	142,086	155,043	167,108
	4	64		411.24	0.00	143,507	160,621	171,453
	5	65		411.24	0.00	144,942	166,385	175,911
Cash Surrender Values and Guaranteed Annuity Values are as of the end of the policy year.	6	66		411.24	0.00	146,391	172,340	180,485
	7	67		411.24	0.00	147,855	178,492	185,177
	8	68		411.24	0.00	149,334	184,848	189,992
	9	69		411.24	0.00	150,827	191,413	194,932
	10	70		411.24	0.00	152,335	198,195	200,000

This quote was made on September 18, 2017. The SPIA quote is valid through September 25, 2017. The MYG quote assumes September rates.

Rates and factors are subject to change without notice. This quote assumes funds received at the Home Office within the effective period of the prevailing scale. Please submit a copy of this illustration and the accompanying deferred annuity and immediate annuity policy illustrations with the application. American National must approve each quote. Please verify with the Home Office that this is the correct rate scale and current software version.

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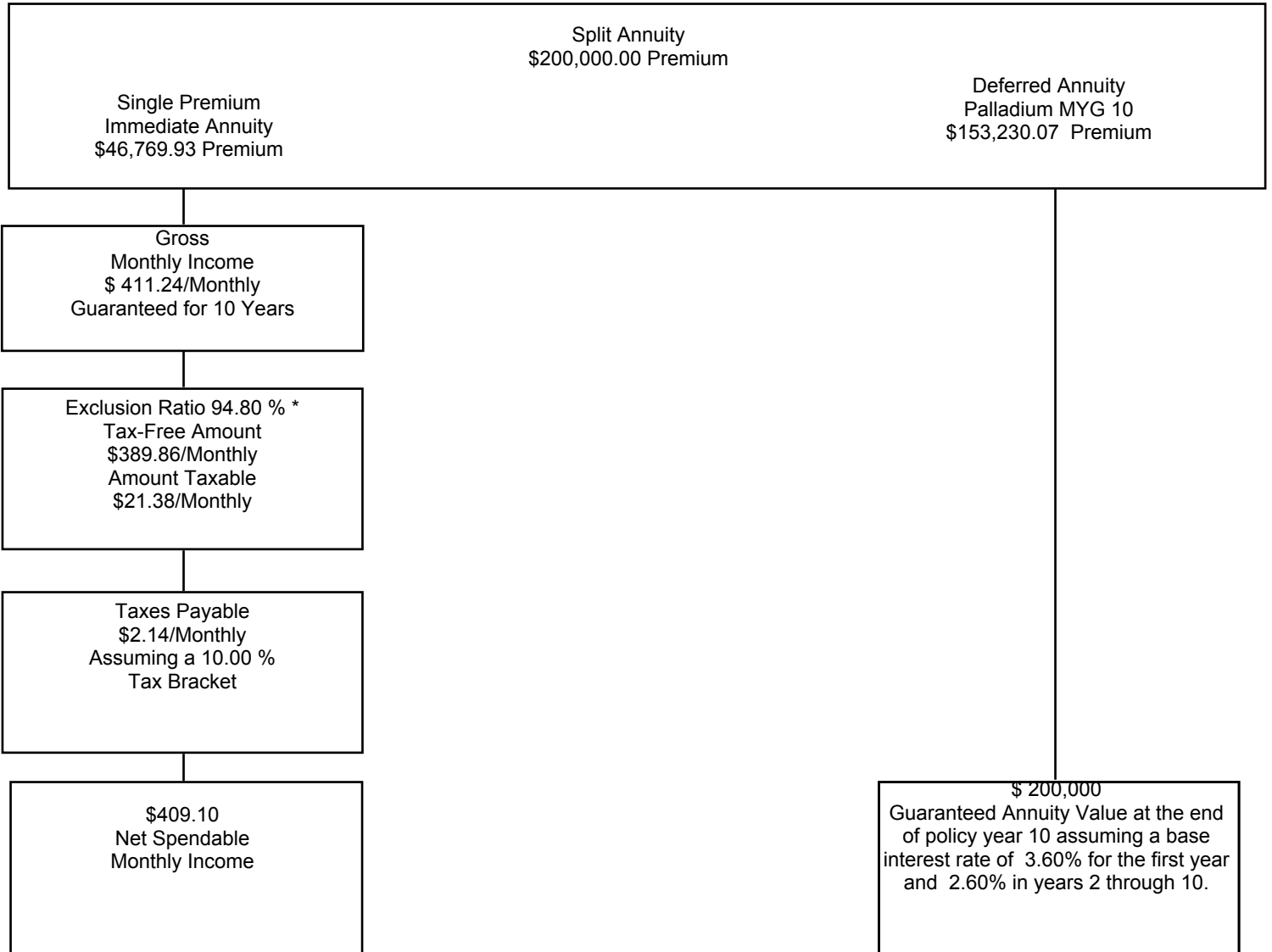
Split Annuity Supplement

Palladium MYG 10 - A Single Premium Deferred Annuity

Age: 60 Sex: Male

State: TX

Non-Qualified Single Premium Immediate Annuity



*Please see the Single Premium Immediate Annuity illustration on page 9 for exclusion ratio used in the exclusion ratio calculation. Any cost basis is split pro-rata based on the premium allocated between the immediate and deferred annuities. Income taxes are paid when interest is withdrawn from the annuity. Withdrawals made from the tax-deferred annuity prior to age 59 1/2 may also be subject to a 10% Federal penalty tax. Withdrawals made from an annuity during the surrender charge period may be subject to a surrender charge and a Market Value Adjustment or Excess Interest Deduction (if applicable in the issue state). The annuity values in the tax-deferred annuity illustrated do not reflect any withdrawals being made or deductions for any premium taxes. American National and its affiliates do not give tax advice and urge you to seek the counsel of a qualified tax advisor regarding taxation and how it applies to you specifically.

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Policy Disclosure

Palladium MYG 10 - A Single Premium Deferred Annuity

Age: 60 Sex: Male

State: TX

Palladium MYG 10

The proposed annuity is a long-term contract which accumulates interest on a tax-deferred basis and which may be used to set aside funds for retirement needs. A single premium annuity allows one premium payment. Income from the annuity may begin at a specified future date selected by the owner. The contract has premium minimums and early surrender charges as described below.

The interest credited to a deferred annuity is generally not taxed until it is withdrawn.

Tax Deferred

The interest credited to a deferred annuity is generally not taxed until it is withdrawn.

Non Qualified

Premiums paid into this annuity are assumed not to be part of a formal retirement plan qualified by the Internal Revenue Service. The premiums are not deductible from taxable income, but interest credited to the annuity is tax deferred until withdrawn.

Single Premium: \$153,230.07

This proposal is based on a single premium of \$153,230.07. The minimum single premium allowed is \$5,000.00.

Interest Rate

The Assumed Interest Values shown are based on credited rates of 3.60% in year 1, 2.60% in years 2 through 10. The interest rate is likely to change in the future and may be higher or lower than the assumed interest rate used in this illustration. The Guaranteed Interest Values shown are based on credited rates of 3.60% in year 1, 2.60% in years 2 through 10.

Surrender Value

The Surrender Value is the amount of money that could be taken out of an annuity at various ages. The Surrender Values shown do not reflect the Market Value Adjustment. Surrender Values could be higher or lower than the values illustrated on the following pages. The Guaranteed Surrender Value is equal to no less than 90% of the Premium Payment plus credited interest at 1.00% less any partial surrenders and related Surrender Charges and any premium taxes.

Surrender Charge

A charge is assessed against full or partial surrenders processed during the first 10 policy years of the annuity. The schedule of charges is:

Year	Rate	Year	Rate
1	8%	7	4%
2	8%	8	3%
3	8%	9	2%
4	7%	10	1%
5	6%	11+	0%
6	5%		

Starting in the second policy year, up to 10% of the annuity value at the beginning of the year may be withdrawn in each of the first 10 years without a surrender charge or MVA.

Please note that both the Annuity Value at the end of 10 years shown on page 1, and the Guaranteed annuity value shown in the box on page 2 assume that no withdrawals have been made in the policy years.

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Policy Disclosure (Continued)

Palladium MYG 10 - A Single Premium Deferred Annuity

Age: 60 Sex: Male

State: TX

Surrender Charge & MVA Waivers

If the owner meets certain conditions, American National will waive the Surrender Charge and Market Value Adjustment upon Partial Surrenders, Systematic Withdrawals, and Full Surrenders in the event the owner becomes disabled or becomes confined to a hospital, hospice facility, or convalescent care facility. Not all these waivers are available in all states. Refer to your policy provision for the available waivers and waiver restrictions.

Market Value Adjustment

A Market Value Adjustment (MVA) will apply to the annuity value if part or all of the Surrender Value is withdrawn prior to the end of the 10-year surrender charge period. The MVA is designed to reflect changes in market interest rates since your contract was purchased. The MVA can be a positive or negative adjustment to the Annuity Value. The maximum MVA is limited to the amount of any interest in excess of the minimum guaranteed rate, credited in the 12 months immediately preceding a payout to which the MVA applies.

Income Option

There are two ways to receive a regular income from this annuity.

One is to leave it in the form of a deferred annuity and to request "systematic withdrawals." These can consist of "interest earnings only", or can be for a specified amount. Starting in the second policy year, total withdrawals up to 10% of the annuity value at the beginning of each policy year may be withdrawn free of surrender charge and MVA each year.

The second way to receive income is to annuitize the contract and elect a settlement option. This in effect turns the contract from a deferred annuity into an immediate annuity. The result is a guaranteed stream of income based on the settlement option you elect. Various settlement options are available.

Surrender of the deferred annuity and election of a settlement option are necessary to receive a monthly income. The amount will depend on both the Surrender Value and the monthly income rates which have non-guaranteed elements. Once income payments start, the amount of those payments is guaranteed and will not change.

Your policy will describe the various income options available.

Tax Issues

This illustration ignores the fact that early withdrawals of the Annuity Value may be subject to income tax and IRS penalty in year withdrawn. Consult your tax advisor.

State premium taxes, if any, are deducted when the annuity matures.

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Palladium MYG 10 - A Single Premium Deferred Annuity

Age: 60 Sex: Male State: TX

Initial Single Premium: \$153,230.07

End of Year	Age	Single Premium	Partial Withdrawal	Guaranteed Interest			Assumed Interest	
				Surrender Value	3.60% in Year 1 2.60% in Years 2 through 10 Excluding MVA		3.60% in Year 1 2.60% in Years 2 through 10 Excluding MVA	
					Surrender Value	Annuity Value	Surrender Value	Annuity Value
1	61	153,230.07	0	139,286	146,488	158,746	146,488	158,746
2	62	0.00	0	140,679	151,114	162,874	151,114	162,874
3	63	0.00	0	142,086	155,043	167,108	155,043	167,108
4	64	0.00	0	143,507	160,621	171,453	160,621	171,453
5	65	0.00	0	144,942	166,385	175,911	166,385	175,911
6	66	0.00	0	146,391	172,340	180,485	172,340	180,485
7	67	0.00	0	147,855	178,492	185,177	178,492	185,177
8	68	0.00	0	149,334	184,848	189,992	184,848	189,992
9	69	0.00	0	150,827	191,413	194,932	191,413	194,932
10	70	0.00	0	152,335	198,195	200,000	198,195	200,000
		153,230.07	0					

The Split Annuity concept assumes (1) a guaranteed monthly income for 10 years only from the Palladium Single Premium Immediate Annuity, and (2) a 10 year guaranteed period for the Palladium Multi Year Guarantee Annuity. While the guaranteed monthly income from the Palladium SPIA would cease after 10 years, the Palladium Multi Year Guarantee Annuity may be continued, and interest credited will be the rate declared on each policy anniversary.