

# Identifying Retirement Income Gaps

## 1 How much to maintain your lifestyle?

Typically, you will need 75-85% of your current gross monthly income to maintain your current lifestyle.

You may need more or less, depending on your expenses, health care costs and retirement goals.

Gross Annual Income		
Months	÷	12
Percent of gross monthly income needed	×	
<b>Estimated monthly retirement income needed</b>	=	

## 2 How much guaranteed monthly income?

Social Security		
Pension	+	
Other income	+	
<b>Estimated monthly income from guaranteed sources</b>	=	

## 3 How much income from your retirement portfolio each year?

Estimated monthly retirement income needed		
Estimated monthly income from guaranteed sources	-	
<b>Estimated monthly income needed from retirement portfolio</b>	=	

## 4 Will your retirement portfolio last your lifetime?

It may be best to plan for retirement to last 30 years.

Estimated monthly income needed from your retirement portfolio		
Number of months	×	
<b>Total funds needed from your retirement portfolio</b>	=	

Allocating a portion of your portfolio to a fixed index annuity is one option that could help you fill monthly income gaps. In the example below, a 63-year-old considering the purchase of an **IncomeShield 10** with a lifetime income benefit rider (LIBR) and starting joint income at age 70\*, can feel confident knowing that their monthly income options will last a lifetime.

Annuity Premium Amount	Monthly lifetime income payment
\$100K	\$966
\$250K	\$2,415
\$500K	\$4,830
\$750K	\$7,245
\$1 Million	\$9,660

\*LIBR available for ages 40+. Hypothetical example includes the following assumptions: an Income Account Value (IAV) rate of 8.25% simple interest; a 10% bonus on first year premium; a joint life payout factor of 6.68%; and no withdrawals from the annuity contract. Guarantees are based on the financial strength and claims paying ability of American Equity and are not guaranteed by any bank or insured by the FDIC. Annuity Contract and Riders issued under from series ICC22 BASE-IDX-B, ICC22 IDX-11-10, ICC20 R-LIBR-FSP, ICC20 R-LIBR-W-FSP, and state variations thereof. Availability may vary by state. Withdrawal charges may apply to an annuity. Interest credited in an annuity are not taxed until withdrawn. Annuity withdrawals and distributions may be subject to income tax and, if withdrawals or distributions are taken prior to age 59½, a 10% federal penalty tax may apply. This material is for informational purposes only, and is not a recommendation to buy, sell, hold or rollover any asset. It does not take into account the specific financial circumstances, investment objectives, risk tolerance, or need of any specific person. In providing this information American Equity Investment Life Insurance Company is not acting as your fiduciary as defined by the Department of Labor. American Equity does not offer legal, investment or tax advice or make recommendations regarding insurance or investment products. Please consult a qualified professional. Rates are set at issue and are subject to change. A rider fee will be deducted from the contract value on each contract anniversary as long as the rider is attached to the contract. See disclosure and sales brochure for details.



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