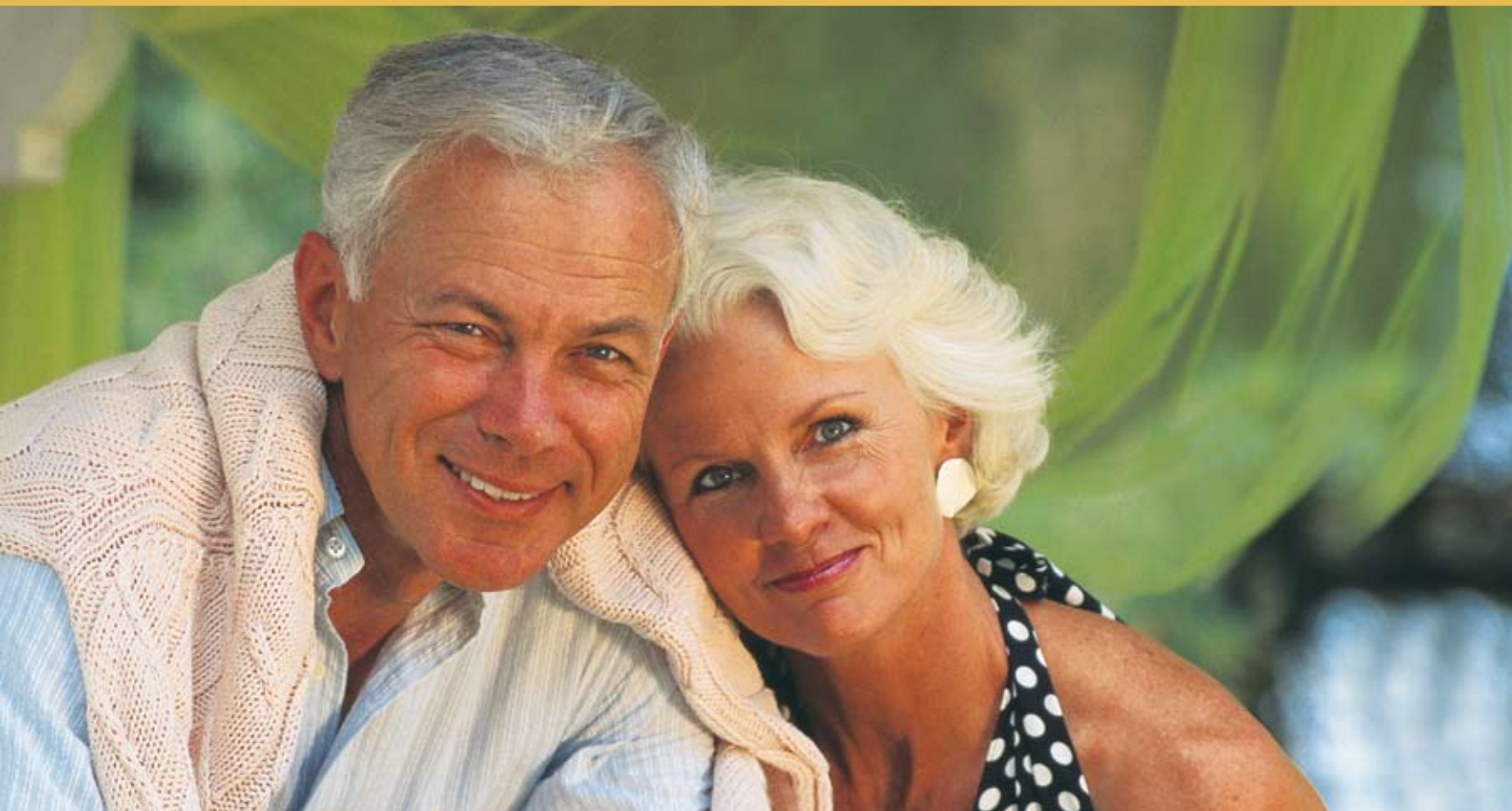


The Fixed Annuity Series

Fixed Rate Tax-Deferred Annuities



FORT DEARBORN LIFE
Insurance Company

What is a Fixed Annuity?

A fixed annuity is a contract between you and an insurance company that allows you to deposit a sum of money (premium) and earn interest on a tax-deferred basis until you decide to withdraw funds or convert it to income.



Your Fort Dearborn Life Agent Can Help You

Earn More

Choose from a variety of competitive interest rate guarantee durations that preserve your interest earnings.

Keep More

Deferring the impact of taxes until withdrawals are made can ultimately help you keep more of what you earn.*

Enjoy More

Your Fort Dearborn Life annuity offers various payout options that can provide a lifetime of income so you can enjoy more of your retirement years.

*IRAs/qualified plans are already tax-deferred. Consider other annuity features.



Who Can Benefit from a Fort Dearborn Life Fixed Annuity?

Someone Looking for *Competitive Rates*

Our portfolio of fixed annuity products include a variety of competitive interest rate guarantees. This gives you the opportunity to decide which product will best meet your needs.

Someone Looking for *Safety and Flexibility*

Our fixed annuity products offer guarantees, flexible withdrawal features, a guaranteed death benefit and a variety of income options.

Someone Looking for *Tax Deferral*

Fixed annuity products are tax-deferred. This means you do not have to pay taxes on the interest earned until you elect a withdrawal option. Your money will grow faster because interest normally lost to taxes each year is left in the contract to earn more interest.

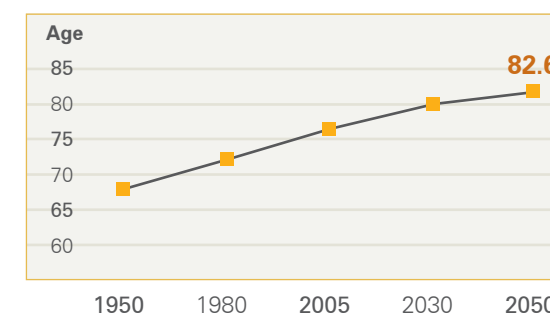
IRAs/qualified plans are already tax-deferred. Consider other annuity features. Neither the Company nor its agents give tax or legal advice. Please consult your tax advisor or attorney.



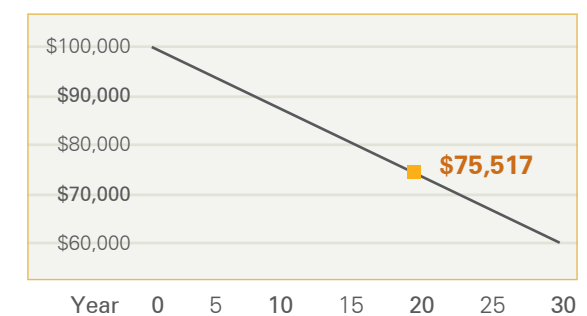
Will You *Live Longer than Your Retirement Savings?*

According to recent studies, the average American is expected to live longer than ever before. Unfortunately, this has created a problem for many retirees who face the challenge of meeting their long-term income needs while keeping pace with the cost of inflation. For example, in 20 years, \$100,000 invested today at 3% and adjusted for 4% inflation and a 15% tax rate, will only be worth \$75,517 in today's dollars.

Life Expectancy in the U.S.



The Cost of Inflation



Source: United Nations, World Population Ageing 1950-2050, Sales No. E..02.XIII.3, (New York: 2002).

Assumes \$100,000 invested today at 3% and adjusted for 4% inflation and a 15% tax rate.

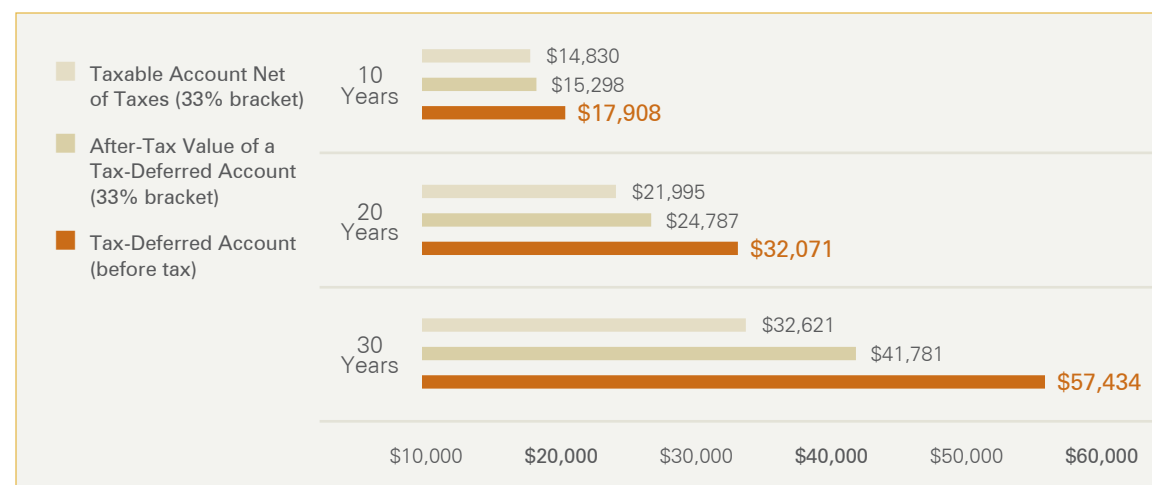
A Fixed Annuity From Fort Dearborn Life Can Help You Build a Comfortable Retirement.

Growth Example

The power of tax deferral allows your account to grow faster because money normally lost to taxes each year remains in the contract to earn even more interest. Only if you take money out of your contract will it be reported as income and subject to taxation. So, if you do not need the income to live on, you can leave the interest in the fixed annuity without reporting or paying taxes on it until it is withdrawn.

What does tax deferral mean to you?

Assumes \$10,000 at 6% Annual Return

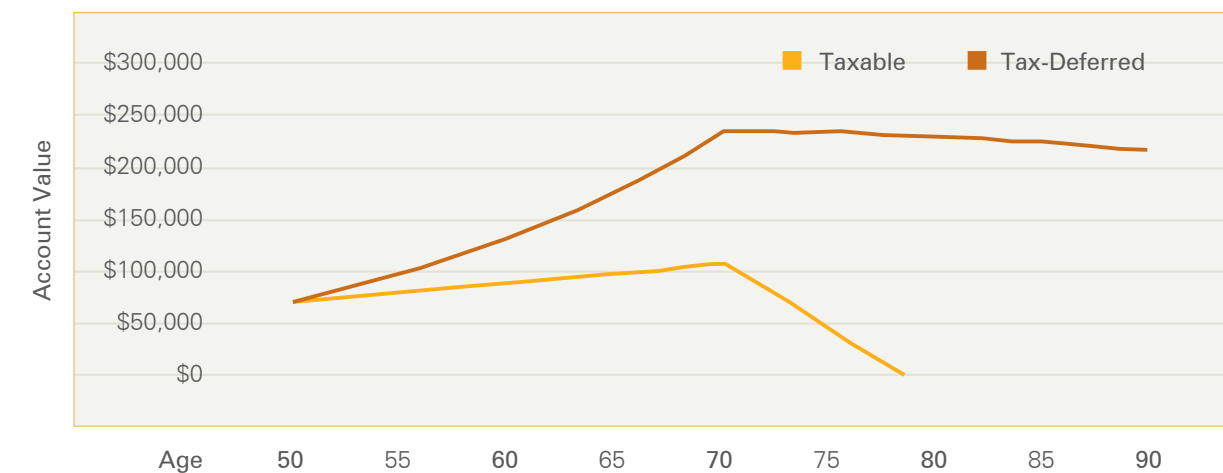


Interest accumulates tax-deferred until a withdrawal is made or a payout option is selected. IRAs/qualified plans are already tax-deferred. Consider other annuity features.

Income Example

The power of tax deferral can help you keep from outliving your money. In the hypothetical example below, the taxable account grows to an after-tax value of \$111,446, and the tax-deferred account grows to a before-tax value of \$240,535. If you were to begin taking scheduled withdrawals of \$15,000 per year, the taxable account would be depleted in 8 years while the tax-deferred account would continue to provide an ongoing stream of income. You can also choose an annuitization payment option and receive a guaranteed income for a certain period of time or for as long as you live.

Power of Tax Deferral on Not Outliving Your Money



Assumptions: \$75,000 initial premium earning an average yield of 6% per year. The taxable account is reduced each year by a tax rate of 33%. Systematic distributions of \$15,000 are made from both accounts at age 70, and any interest received is taxed at a rate of 33%.

Illustrations provided in this brochure are for general information purposes only and are not indicative of any investment or any specific Fort Dearborn Life annuity. Interest accumulates tax-deferred until a withdrawal is made or a payment option is selected. IRAs/qualified plans are already tax-deferred. Consider other annuity features. Neither the Company nor its agents give tax or legal advice. Please consult your tax advisor or attorney. Past performance does not guarantee future results.



The Power of Tax Deferral



More Features of a Fixed Annuity from Fort Dearborn Life

Other Ways to Access Your Money

After a specified period of time, your fixed annuity provides you with a variety of ways to access your money without incurring a charge or administration fee.

- You can begin receiving monthly interest income.
- You can withdraw a portion of the account value.
- You can annuitize your contract and receive a guaranteed income stream. Annuitization means that you convert the money in your annuity contract into an income stream. This income can be for a specified number of years or guaranteed for life, which means you can have a retirement income you cannot outlive.

Please consult your tax advisor before selecting an annuitization date. Withdrawals may be subject to surrender charges and taxes, if applicable. See your contract for complete details and limitations.

- If you are confined to a nursing home or are diagnosed as terminally ill, you can withdraw a specified portion of your contract value. This benefit may not be available in every state.

Other withdrawals may be subject to surrender charges and taxes, if applicable. See your contract for complete details and limitations.

Guarantees

Choose from a variety of competitive interest rate guarantee durations that best meet your needs. Your annuity contract also provides a minimum guaranteed interest rate that is locked in for as long as you own your annuity.

Product/product features may not be available in all states. See your contract for details.



No Sales Charges

There are no sales charges and no administrative fees subtracted from your fixed annuity premium. 100% of your money earns interest from the time it is received.

Early surrenders may result in receipt of less than the original premium.

Death Benefit

A fixed annuity provides a death benefit that will allow the proceeds to pass directly to beneficiaries, avoiding the cost and delay of probate.

Neither the Company nor its agents give tax or legal advice. Please consult your tax advisor or attorney.

Safety

Your annuity is backed by the financial strength of Fort Dearborn Life Insurance Company, a legal reserve life insurance company. Fort Dearborn Life is a highly rated financial services company doing business in 49 states (except New York), the District of Columbia and in both the U.S. and British Virgin Islands and has been in business since 1969.

Past performance does not guarantee future results. Illustrations provided in this brochure are for general information purposes only, and you should review your annuity contract for specific details about your fixed annuity.

Get Started *With Your* Fixed Annuity *Today!*

Choose the fixed annuity that works best for you. You can make a single, lump sum payment or multiple contributions over a period of time, depending on the structure of the product. Either way, your money will grow quickly and will be there when you need it for a comfortable retirement.

*Your Fort Dearborn Life Agent
Can Help You Determine if a Fixed Annuity is Right for You*



FORT DEARBORN LIFE
Insurance Company

