

Government Annuities Act

A FEW EXAMPLES SHOWING THE MONTHLY PREMIUM REQUIRED TO PURCHASE A LEVEL ANNUITY FOR LIFE COMMENCING AT AGE 65 MALES, 60 FEMALES, COMPARED WITH THE MONTHLY PREMIUM NECESSARY TO PRODUCE ANNUITIES OF THE SAME AMOUNT BUT WHICH REDUCE AT AGE 70 BY THE AMOUNT OF THE OLD AGE SECURITY (\$40 PER MONTH.

	Monthly Premiums Starting At:					
	Age 20		Age 30		Age 40	
	Ord. Life	Guar. 10	Ord. Life	Guar. 10	Ord. Life	Guar. 10
MALES						
Annuity—						
\$75 per month commencing age 65 and payable for life.....	\$ 9.27	\$10.17	\$14.22	\$15.57	\$23.58	\$25.83
\$75 per month commencing age 65, reducing to \$35 per month at age 70.....	6.19	6.73	9.49	10.29	15.74	17.07
Difference in \$.	3.08	3.44	4.73	5.28	7.84	8.76
Difference as % of larger premium.....	33.2%	33.9%	33.2%	33.9%	33.2%	33.9%
\$100 per month commencing age 65 and payable for life.....	\$12.36	\$13.56	\$18.96	\$20.76	\$31.44	\$34.44
\$100 per month commencing age 65, reducing to \$60 per month at age 70.....	9.28	10.12	14.23	15.48	23.60	25.68
Difference in \$.	3.08	3.44	4.73	5.28	7.84	8.76
Difference as % of larger premium.....	24.9%	25.4%	24.9%	25.4%	24.9%	25.4%
\$125 per month commencing age 65 and payable for life.....	\$15.45	\$16.95	\$23.70	\$25.95	\$39.30	\$43.05
\$125 per month commencing age 65, reducing to \$85 per month at age 70.....	12.37	13.51	18.97	20.67	31.46	34.29
Difference in \$.	3.08	3.44	4.73	5.28	7.84	8.76
Difference as % of larger premium.....	19.9%	20.3%	19.9%	20.3%	19.9%	20.3%
FEMALES						
Annuity—						
\$75 per month commencing age 60 and payable for life.....	\$15.21	\$15.66	\$24.12	\$24.84	\$42.66	\$44.01
\$75 per month commencing age 60, reducing to \$35 per month at age 70.....	11.37	11.82	18.03	18.75	31.88	33.23
Difference in \$.	3.84	3.84	6.09	6.09	10.78	10.78
Difference as % of larger premium.....	25.3%	24.5%	25.3%	24.5%	25.3%	24.5%
\$100 per month commencing age 60 and payable for life.....	\$20.28	\$20.88	\$32.16	\$33.12	\$56.88	\$58.68
\$100 per month commencing age 60, reducing to \$60 per month at age 70.....	16.44	17.04	26.07	27.03	46.10	47.90
Difference in \$.	3.84	3.84	6.09	6.09	10.78	10.78
Difference as % of larger premium.....	19.0%	18.4%	19.0%	18.4%	19.0%	18.4%
\$125 per month commencing age 60 and payable for life.....	\$25.35	\$26.10	\$40.20	\$41.40	\$71.10	\$73.35
\$125 per month commencing age 60, reducing to \$85 per month at age 70.....	21.51	22.26	34.11	35.31	60.32	62.57
Difference in \$.	3.84	3.84	6.09	6.09	10.78	10.78
Difference as % of larger premium.....	15.2%	14.7%	15.2%	14.7%	15.2%	14.7%