Protective

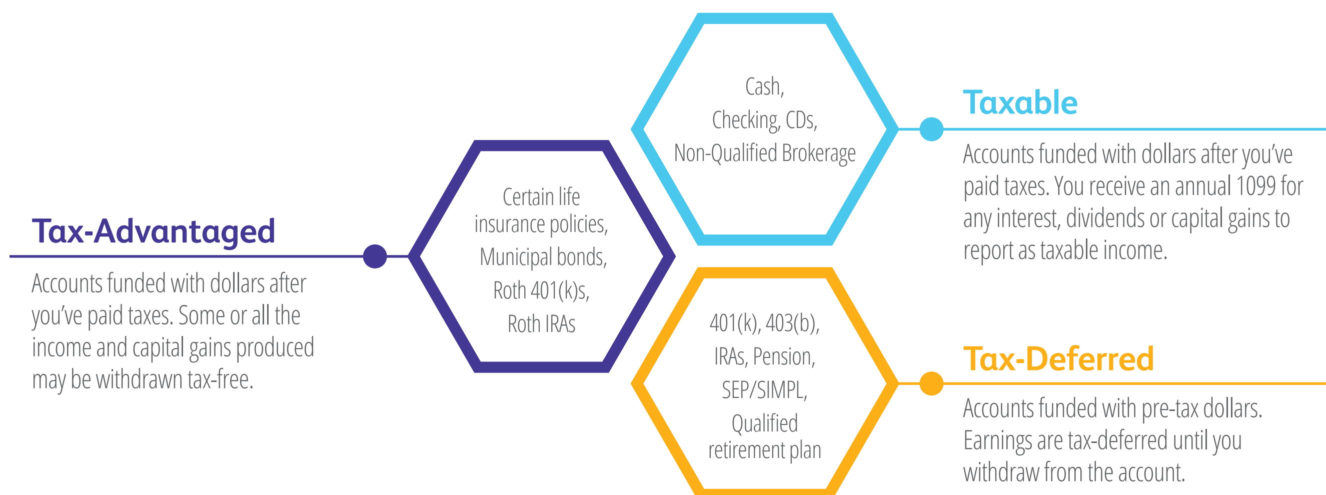
Life insurance in retirement planning

Design your asset location plan for tax diversification

To secure your unique goals, you need solutions to protect what you've earned and the legacy you want to leave. Life insurance can be a powerful tool to diversify your taxes in retirement and make the most of your savings.

Tax diversification means balance. The IRS taxes retirement accounts three ways: taxable, tax-advantaged and tax-deferred. Balancing your retirement plan between these three accounts creates a diverse tax scenario – helping you avoid paying too much in taxes now and not maximizing compounded growth, or too much later when you need to withdraw funds.

Here's how each tax scenario works with common retirement savings accounts.



Life insurance is one of the few tax-advantaged accounts that does not have a contribution limit, offering you tax-deferred cash value growth that can be withdrawn tax-free if you need the cash value.[1] And, if you don't access the cash in retirement, your original death benefit passes tax free to your loved ones.

Protective refers to Protective Life Insurance Company.

[1] Assumes the policy is not a Modified Endowment Contract. Loans can impact policy value and death benefits and may result in taxable income upon lapse, maturity or surrender of the policy. Loan interest charges may be applicable.

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PLC.4192996 (09.22)

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