# We're Part of Your Life

Indiana Farm Bureau Insurance has been a part of Indiana for more than 70 years. We have agents in every county in Indiana, and only Indiana. It's why every auto, home and life insurance policy we offer is based on your community, your values, your future. And it's why we can promise that from Elkhart to Evansville, Terre Haute to Richmond, we'll be there.

Our multi-line approach allows one agent to cover all your insurance needs – home, life, auto, business, or farm. Getting your questions answered quickly is our priority 24 hours a day, seven days a week. Any time you have a question call us at (800) 723-3276 or (317) 692-7200. If you prefer the Internet, visit www.infarmbureau.com for a variety of options to get the help you need. To make your life a little easier, a choice of convenient payment options by mail, phone or in person is also available. We accept personal checks, any MasterCard or Visa credit or debit cards, or electronic funds transfer.

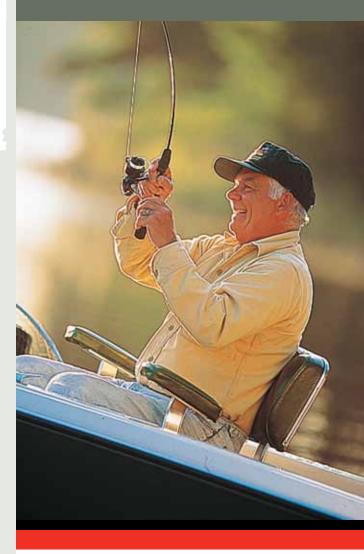
Indiana Farm Bureau Insurance believes in investing in the youth of Indiana to ensure the future prosperity of our state. We are the only insurance company in Indiana to make a solid commitment to that future, through programs like the Teenage Driver Safety and Education Program and an exclusive corporate partnership with the Indiana High School Athletic Association.

Indiana Farm Bureau Insurance... We're Part of Your Life.



United Farm Family Life Insurance Company Indianapolis, IN

# IRA Planning





# An IRA From Indiana Farm Bureau Insurance Can Help You Plan For A Comfortable Retirement.

#### **Plan for Your Retirement**

Planning for your retirement is necessary, especially when the future of Social Security is so uncertain. How much savings will you need to fund your "Golden Years?" At what age do you plan on retiring? Would you like your retirement to be a time of leisure? At Indiana Farm Bureau Insurance we are here to help you enjoy the fruits of your labor. One way to do that is an Individual Retirement Annuity (IRA) from Indiana Farm Bureau Insurance.

#### Traditional IRA

A Traditional IRA from Indiana Farm Bureau Insurance allows earnings and deductible contributions to grow tax-deferred. That means you don't pay income taxes on the earnings and deductible contributions of your IRA until you begin taking withdrawals, usually after you retire and possibly are in a lower tax bracket.

The maximum annual contribution is \$4000.\* In addition, the maximum annual contribution amount is increased by \$1,000 for individuals who have attained the age of 50 before the close of the taxable year.\* You decide how much you want to contribute; and your funds are accessible at any time.\*\*

### **Spousal IRA**

Are you a stay-at-home mom? Are you a working spouse who is not covered by an employer-sponsored retirement plan? Or, are you just taking some time off from work? These are not reasons you should take a break from saving for retirement. You may qualify to contribute to a spousal IRA from Indiana Farm Bureau Insurance. Your agent can tell you if a spousal IRA is right for you.



#### **Be Prepared**

Unfortunately, many people won't realize they aren't prepared for retirement until it's too late. They don't know how much money to save, how to build an investment portfolio, or how to make the most of retirement tax laws so they can enjoy 10, 20, or 30 years of retirement security and freedom.

Many will retire -- then be forced to go back to work. Many won't be able to retire at all. If you're looking forward to a bright retirement, now is the time to position your finances for your future, and your Indiana Farm Bureau Insurance agent can help you design your plan.

## What's the best IRA for you?

<u>Feature</u>	Roth IRA	Traditional IRA
Are contributions tax deductible?	No	Yes
Do earnings grow tax-free?	Yes	No
Are contributions taxed on withdraws	al? No	Yes
Are earnings taxed on withdrawal?	No***	Yes
Are contributions after age 70 ½ acce	pted? Yes	No
Are distributions required after 70 ½	? No	Yes
What is the maximum annual contribution?	\$4,000*	\$4,000*
Is there a 10% IRS penalty if withdrawn prior to age 59 1/2?	Earnings only, unless withdrawal is a permissible exception.	Yes, unless withdrawal is a permissible exception.

<sup>\*</sup> Tax year 2006

<sup>\*\*\*</sup> Earnings may be withdrawn tax-free after five years if you are 59 ½ years old, purchasing a first time home (\$10,000 maximum) or in the event of disability or death.



<sup>\*\*</sup> IRS early withdrawal penalty of 10% will be assessed unless certain circumstances apply. Indiana Farm Bureau Insurance early withdrawal penalties may also apply.