

## Individual Retirement Account (IRA) Required Minimum Distributions

### For use with traditional, non-Roth, IRAs

#### CONTRACT INFORMATION

Owner Name	Contract Number
Social Security Number/TIN	Date of Birth

#### GENERAL INFORMATION

The Internal Revenue Code (IRC) requires owners to start receiving required minimum distributions (RMDs) from traditional IRAs by the required beginning date and every year thereafter. The required beginning date is April 1 of the calendar year following the year the owner reaches age 70 ½. Only the first RMD may be delayed until April 1 of the year following the calendar year the owner attains age 70 ½. All subsequent RMDs must be taken by December 31. Failure to take RMDs may subject the IRA owner to a 50% penalty tax on undistributed amounts.

The RMD is based on the value of the IRA on December 31 of the previous year. The value of your IRA is determined according to the IRC and related regulations and may be greater than the account value if you have certain enhanced death benefits. The total RMD for an owner each year is based on the sum of the RMDs for each of the owner's IRAs. Distributions from one IRA or any combination of IRAs are acceptable as long as the amount distributed meets the total RMD.

Western-Southern Life Assurance Company (Western & Southern Life) will calculate RMDs beginning the second calendar year after the contract is purchased. If a new contract is being funded by transfer, rollover or conversion in the year the owner turns age 70 1/2, or any year thereafter, the RMD for the year of funding cannot be taken from the new contract. The RMD calculated by Western & Southern Life is based on this IRA only, and does not take into consideration any other IRAs. Western & Southern Life's current company practice is to waive any surrender or withdrawal charge that might otherwise apply to a withdrawal of the RMD. This practice may change without notice unless such a waiver is guaranteed in your contract.

**The information in this form is general and not intended as tax advice. Tax rules governing RMD are complex. Seek professional tax advice.**

#### DISTRIBUTION CALCULATION METHOD ELECTION

If the IRA owner designates his or her spouse as the sole beneficiary, and the spouse is more than 10 years younger than the owner, the owner may elect to calculate the RMD over the recalculated joint life expectancy of the owner and spouse. In all other cases, the RMD is calculated according to the Uniform Table published by the IRS.

Choose your method for calculating RMDs:

- Calculate my RMD using the Uniform Table.
- My spouse is my designated beneficiary and is more than 10 years younger than me. Calculate my RMD using our recalculated joint life expectancy. If selected, complete the following information about the owner's spouse.

Spouse's Name (first, middle, last)	Date of Birth	Social Security Number
-------------------------------------	---------------	------------------------

#### DISTRIBUTION OPTIONS ELECTION

Choose only one option below:

- Process a partial withdrawal of the RMD for this contract in December each year, following the first contract year.  
(This is the only option available for contracts issued before 1/1/2004.)
- For contracts issued on or after 1/1/2004, set up a systematic withdrawal of my RMD for this contract.  
My withdrawals should begin on \_\_\_\_\_ and be processed  Monthly  Quarterly  Semiannually  Annually

## AUTHORIZATION FOR DIRECT DEPOSIT

Please check one option, and complete the information below:

- Checking Account (You **MUST** attach voided check, or a copy of a voided check)
- Savings Account (Complete the information below **AND** have a Bank Representative verify and sign below, **OR** attach a signed letter of instruction on the Bank's letterhead with the information requested below.)

Financial Institution Name

ABA Routing Number

Account Number

Address

Phone Number

Name of Account Owner

Other Account Number (if applicable)

Financial Institution Representative Name (Printed)

Financial Institution Representative Signature

- OR make check payable to and mail to contract owner (Western & Southern Life reserves the right to charge a fee for this method)

## TAXES AND WITHHOLDING ELECTION

Federal tax law states that the taxable portion of withdrawals is subject to 10% income tax withholding, although you may elect to have it withheld at a different percentage rate, a specific dollar amount or elect no withholding. Unless you request otherwise, Western & Southern Life will be required to withhold 10% federal income tax. If you are a resident of CA, DC, IA, KS, MA, ME, NE, NC, OK, OR, VA, VT or Puerto Rico and withhold federal tax, Western & Southern Life must also withhold state tax at the state's standard rate unless you indicate otherwise. State withholding does not apply in AK, FL, ND, NH, NV, SD, TN, TX, WA and WY. If you choose not to withhold federal tax, Western & Southern Life will also not withhold any state income tax unless you indicate otherwise. If you are a resident of DC or MI and your contract is qualified, mandatory state withholding applies without the option to change or elect out of state withholding.

Even if you elect not to have income tax withheld, you are still liable for the payment of income taxes on your taxable distributions. You may also be subject to tax penalties if your payments of estimated tax and withholding, if any, are inadequate. You direct Western & Southern Life:

- NOT to withhold federal income taxes (or state income tax, if applicable)

- To withhold taxes as follows:

Federal  standard rate or  \_\_\_\_\_% rate or  \$\_\_\_\_\_ amount

State  standard rate (if applicable) or  \_\_\_\_\_% rate or  \$\_\_\_\_\_ amount

## CERTIFICATION

**Under penalties of perjury**, I certify that (1) the number shown on this form is my correct tax identification number, (2) that I am not subject to backup withholding because (a) I am exempt from backup withholding or (b) I have not been notified by the Internal Revenue Service (IRS) that I am subject to backup withholding as a result of a failure to report all interest or dividends or (c) the IRS has notified me that I am no longer subject to backup withholding, and (3) I am a US citizen or resident alien.

**Note: You must cross out item #2 of certification if you have been notified by the IRS that you are currently subject to backup withholding because of underreporting of interest or dividends on your tax returns.**

I have read and understand the requirements for RMDs. My financial representative has explained that any rollover or transfer amounts I may use to fund this contract is net of any RMD for the current tax year. I elect to have my RMD distributed to me as indicated above. I understand that distributions will continue automatically at the intervals selected until I provide written notification to Western & Southern Life that I wish distributions to cease or be changed. I understand and acknowledge that I should see professional tax advice about my specific situation and that **Western & Southern Life does not provide tax advice.**

Owner's Signature

Date