
FINANCIAL FRIDAYS nymeo Federal Credit Union

What is an Annuity?



Hello Carmen,

We are often asked “what is an annuity” and “does it make sense for me?” Below is a good explanation of annuities.

Immediate Annuity:

With an immediate annuity, you start getting your money fairly quickly – which can be anywhere from immediately to up to 60 days (or more) depending on your contract. This is the opposite of a deferred annuity, where you wait to start receiving your money until a chosen time in the future.

Variable Annuity:

With a variable annuity, your rate of return varies based on the performance of the markets, and why it’s called a variable annuity. You’re taking more risk, but in exchange, you’re gaining growth potential.

For an extra cost (on top of the fees you’re charged to purchase a variable annuity), some variable annuities offer what’s called a *living benefit rider*. Purchasing a living benefit rider provides income protection and growth opportunities along with the security of knowing your income is guaranteed to last a lifetime.

The guarantees are based on the continued claims-paying ability of the issuing insurance company and do not apply to the performance of the variable subaccounts, which will vary with market conditions.

Fixed Annuity:

With a fixed annuity, your money is guaranteed to earn a minimum, fixed interest rate.

Others:

There are actually other types of annuities, such as index annuities and deferred income annuities, also known as "longevity insurance." These may be worth considering.

Our advisors can help!

There is so much to think about when it comes to annuities. Anna Behnam and Irene Tata, Nymeo's financial advisors, are available to help you figure out which annuity or annuities may work best for you. They'll help you decide whether the timing is right to buy an annuity.

If this is something that's been on your mind, please feel free reach out to them for advice.

[Schedule a Complimentary Consultation](#)



Anna A. Behnam
Financial Advisor



Irene Tata
Financial Advisor

How much does a financial advisor cost?

Your initial meeting with Anna or Irene is complimentary! Depending on your specific need, as well as the complexity of your situation, you may choose to pay for additional options. [Schedule a time to speak with them today.](#)

Investment products are not federally or NCUA-insured, are not deposits or obligations of, or guaranteed by any financial institution, and involve investment risks including possible loss of principal and fluctuation in value.

The initial consultation provides an overview of financial planning concepts. You will not receive written analysis and/or recommendations.



This is an advertisement. Nymeo Federal Credit Union
Copyright 2021

[Unsubscribe](#)

Nymeo Federal Credit Union | 240-436-4000 | 855-436-4100 | nymeo.org
5210 Chairmans Court, Frederick MD 21703