

# Portfolio Director® 7.0

A fixed and variable tax-deferred annuity issued by The Variable Annuity Life Insurance Company

## Product Overview

All guarantees are backed by the claims-paying ability of The Variable Annuity Life Insurance Company (VALIC).

### Fees and charges

No initial sales charge.

Variable options incur Separate Account charges and Net Fund Annual Expenses, which are subject to change. Refer to the current Portfolio Director prospectus for more details about charges and expenses.

No account maintenance fees. See current prospectus for fee information.

### Low-cost withdrawals

For in-service transfers to other carriers, your account value will be subject to a surrender charge of the lesser of:

- 5% of contributions received during the most recent 60 months; or
- 5% of the amount withdrawn (in excess of 10% annually)

### No-cost withdrawals

All surrender charges are waived upon your death or for any withdrawals you make if:

- You select an annuity payout of five or more years
- You select systematic withdrawals of five or more years
- You have not contributed to your account over the past 60 months
- Your account has been in effect 15 or more years
- You are at least age 59½, and your account has been in effect for five or more years
- You are separated from service
- You qualify for an unforeseeable emergency withdrawal
- You retire
- You are required by federal law to begin taking minimum required distributions
- You become disabled

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#### No-cost withdrawals (cont.)

If your withdrawal doesn't meet one of these conditions, you can still withdraw up to 10% of your account balance each year without any surrender charges.

Remember, income taxes are payable upon withdrawal. Federal restrictions and a 10% federal early withdrawal tax penalty may apply if taken before age 59½.

If part of a 457(b) plan, withdrawals generally are not permitted prior to age 59½. The 10% federal early withdrawal tax penalty does not apply to 457(b) plans except for amounts rolled over from a non-457(b) plan.

#### No-cost transfers within the contract

No charge for transferring amounts among investment options.

Transfer all or part of your variable account values to other investment options.

Once money is transferred into the Short-Term Fixed Account, you can transfer money from this account in as soon as 90 days.

Up to 20% of your Fixed Account Plus value can be transferred to other options each contract year during the accumulation phase.

- Amounts transferred to Fixed Account Plus within 90 days of the last transfer from Fixed Account Plus may be credited with a different interest rate.

#### Tax-free loans (if provided for in your employer-sponsored plan)

Access a portion of your accumulated account value without permanently reducing your account balance or incurring federal tax penalties.

Defaulted loan amounts (not repaid on time) are taxed as ordinary income, and may be subject to a 10% federal early withdrawal tax penalty if you are under age 59½.

Loans may be subject to employer plan provisions and regulations.

A \$60 loan initiation fee might be applied to your loan and will be considered part of the loan amount. Your financial professional can help you determine whether such a fee applies to your loan.

#### Interest crediting policy

VALIC declares a new interest rate no more frequently than every 90 days and guarantees that all purchase payments and interest in the account will earn this interest rate until that rate is changed. The company's interest crediting policy and practices are subject to change. However, any changes made will not reduce the current annual interest rate below the contractual minimum guarantee for Portfolio Director. Amounts already credited will not be reduced.

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### Death benefit

Provides a guaranteed death benefit to your beneficiary.

The guarantee states that your beneficiary will never receive less than the amount you have contributed to fixed or variable options, provided no withdrawals have been made from the account. These provisions may vary by state and contract. All guarantees are backed by the claims-paying ability of The Variable Annuity Life Insurance Company.

Withdrawals will reduce your death benefit, depending on your account value at the time of withdrawal. See your prospectus for details.

The death benefit passes directly to your beneficiary, generally avoiding costs and delays of probate.

Depending on the circumstances, your beneficiary can leave all or a portion of the account balance on deposit.

Generally, your beneficiary can make withdrawals at any time without charges.

Federal law may require distributions within certain time frames.

Bear in mind that the value of variable options you choose will fluctuate so that your investment units, when redeemed, may be worth more or less than the original cost. Annuity contracts typically include limitations, exclusions and expense charges, which are described in the Portfolio Director prospectus. Remember investing involves risk, including possible loss of principal.

Annuities are long-term retirement products, and income taxes must be paid at withdrawal. Early withdrawals might be subject to federal restrictions prior to age 59½. Retirement plans and accounts that satisfy relevant qualification rules, such as 403(b)s, IRAs, 401(k)s, etc., can be tax deferred regardless of whether or not they are funded with an annuity. If you are considering funding a tax-qualified retirement plan or account with an annuity, you should know that an annuity does not provide any additional tax-deferred treatment of earnings beyond the tax deferral of the tax-qualified retirement plan or account itself. However, annuities do provide other features and benefits.

**Investors should carefully consider the investment objectives, risks, fees, charges and expenses before investing. This and other important information is contained in the Separate Account and underlying fund prospectuses, which can be obtained from your financial professional, at [www.aig.com/retirementservices](http://www.aig.com/retirementservices) or by calling 1-800-428-2542 and following the prompts. Read the prospectuses carefully before investing. Policy Form series UIT-194, UITG-194 and UITG-194P.**

This information is general in nature, may be subject to change and does not constitute legal, tax or accounting advice from any company, its employees, financial professionals or other representatives. Applicable laws and regulations are complex and subject to change. For advice concerning your situation, consult your attorney, tax advisor or accountant.

Securities and investment advisory services offered through VALIC Financial Advisors, Inc. (VFA), member FINRA, SIPC and an SEC-registered investment adviser.

Annuities are issued by The Variable Annuity Life Insurance Company (VALIC), Houston, TX. Variable annuities are distributed by its affiliate, AIG Capital Services, Inc. (ACS), member FINRA. Guarantees are backed by the claims-paying ability of VALIC and are not the responsibility of AIG. VALIC, VFA and ACS are members of American International Group, Inc. (AIG). All are members of American International Group, Inc. (AIG).

