

Take advantage of index gains

*Get a 10% bonus
on premium dollars*



Protect your principal and bonus from market loss

*Lock in your index
and/or interest gains
and get your best year's
growth – guaranteed!*

10% Bonus PowerDex Elite™ Annuity

*A flexible-premium, equity-indexed
annuity offering a 10% bonus*



10% Bonus PowerDex Elite Annuity: stability and safety, plus the opportunity for growth.

Until recently, millions of Americans felt the stock market was the best choice to grow their retirement nest eggs. They confidently counted on the stock market to fund their retirement years.

Now, however, they're not so sure.

Maybe you feel the same uneasiness.

You've watched as your stock portfolio dropped, perhaps dramatically. You've wondered how – or if – you would make up those losses. And you've had serious questions as to whether the market was the solution or, in fact, the problem.

It's time to look at the market again, but from the new – and different – perspective offered by the Allianz Life® 10% Bonus PowerDex Elite™ Annuity.



Index adjustments are made to your current value at the end of each year. Index adjustments may be positive or negative; positive index adjustments may be limited to an annual maximum. After the first year, current interest may fluctuate but will never fall below 2% for the Interim Interest Account and the interest allocation while in deferral. Past performance does not guarantee future results. To receive the annuitization value, the policy must be held in deferral for a minimum of five years and annuity payments must be taken over a minimum of 10 years. If the policy is annuitized prior to the sixth year, if annuity payments are taken for less than 10 years, or if the policy is surrendered for cash, then the bonus will be forfeited, the index adjustments will be lost, a 12.5% charge will be applied and a rate of interest no less than 1.5% will be credited from the inception of the policy. The minimum guaranteed interest rate in payout is 1. The payout rate depends on age of policy and payout option selected. 10% Bonus PowerDex Elite Annuity issued by Allianz Life Insurance Company of North America (P50545 and state variations if applicable).

The 10% Bonus PowerDex Elite Annuity is right – from the start.

What is the 10% Bonus PowerDex Elite Annuity?

It's a flexible-premium point-to-point equity-indexed annuity that offers retirement features and a choice of fixed interest or index earnings tied to changes in the S&P 500 and/or Nasdaq-100 Index. The 10% Bonus PowerDex Elite Annuity is an insurance product, not an S&P 500 and/or Nasdaq-100 indexed mutual fund or other equity investment.

Can I open a 10% Bonus PowerDex Elite Annuity and then add more money later?

You can get all the benefits offered by the 10% Bonus PowerDex Elite with an initial premium amount of \$2,000 qualified / \$5,000 nonqualified or more. You can add money at any time during the first five policy years and receive an immediate 10% premium bonus. Additional premium payments made during a policy year are credited to your policy's Interim Interest Account until the following policy anniversary.

True to its name, our 10% Bonus PowerDex Elite Annuity starts with a bonus. This bonus can, for example, help you immediately recoup some of your recent market losses. The 10% Bonus PowerDex Elite then offers you a chance to ride the crests when the market is surging, but hang on and tread water when it starts to fall.

The Allianz Life® 10% Bonus PowerDex Elite Annuity:

- Offers a 10% bonus on all premium received throughout the first five policy years.
- Lets you take full advantage of each year's index gains in the S&P 500 and/or Nasdaq-100®, up to an established limit.
- Lets you diversify your money within a single product, by allowing you to choose among two index options plus a fixed interest option.
- Locks in your annual S&P 500 and/or Nasdaq-100 Index gains and assures you your highest value in the future.
- Guarantees your principal from market loss.

Let's take a closer look.

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There's an old adage, "No Pain. No Gain." The 10% Bonus PowerDex Elite Annuity proves it isn't true.

What is point-to-point annual indexing?

The value of your 10% Bonus PowerDex Elite Annuity responds to changes in the index. These changes are determined by comparing where the index stands at two points in time. The first point is your policy anniversary (or the date your policy was issued); the second point is 365 days later. The change in the index between Point A and Point B determines your annuity's current value for the policy year.

What is a cap, and what is the cap on my 10% Bonus PowerDex Elite?

Your policy's current value will increase right along with the S&P 500 and/or Nasdaq-100 Index that helped determine it. In some years, though, the increase in your 10% Bonus PowerDex Elite Annuity's value may be limited by a cap, or maximum growth percentage. Your agent can tell you the current cap for your 10% Bonus PowerDex Elite.

Will my initial premium ever drop due to fees or sales charges?

There are no asset fees or sales charges ever. 110% of your premium is credited to your policy's annuitization value.

Get an immediate gain with a 10% premium bonus.

The Allianz Life® 10% Bonus PowerDex Elite Annuity puts you ahead right from the start.

It gives you a 10% bonus on initial premium. You receive the same bonus on any additional premium received for five full policy years.

An initial payment of \$2,000 for qualified premium or \$5,000 for nonqualified premium is required for issue. Premium of \$500,000 or more may require prior Home Office approval.

Receive 100% of market index growth.

With the 10% Bonus PowerDex Elite, you can potentially profit from tax-deferred growth based upon gains in the S&P 500 and/or Nasdaq-100® Index. First, this annuity offers you 100% participation in S&P 500 and/or Nasdaq-100 Index gains. When the index rises, the current value of your annuity will rise with it.

In addition, the 10% Bonus PowerDex Elite has a point-to-point annual indexing design to provide you a greater share of potential market index gains. Please note that in any given year, the index gains, if great enough, may be limited to a maximum amount called the cap.

Your best year's gains are automatically locked.

As we mentioned, the value of your 10% Bonus PowerDex Elite will rise with the S&P 500 and/or Nasdaq-100. When these indexes ebb down, however, your annuity protects your nest egg by automatically locking in the value you achieved in your best policy year.

Your principal and bonus are never subject to market risk.

A downturn in the indexes cannot have a negative impact on your 10% Bonus PowerDex Elite policy's principal and bonus. We guarantee it.

Lock in your best year's gains for years to come.

How do I determine the value of my 10% Bonus PowerDex Elite Annuity?

Your annuity's value will be its high water value, the highest point it has ever been. This value is available after the fifth policy year as an income stream as short as 10 years.

Down the road, how can I get the full value of my annuity?

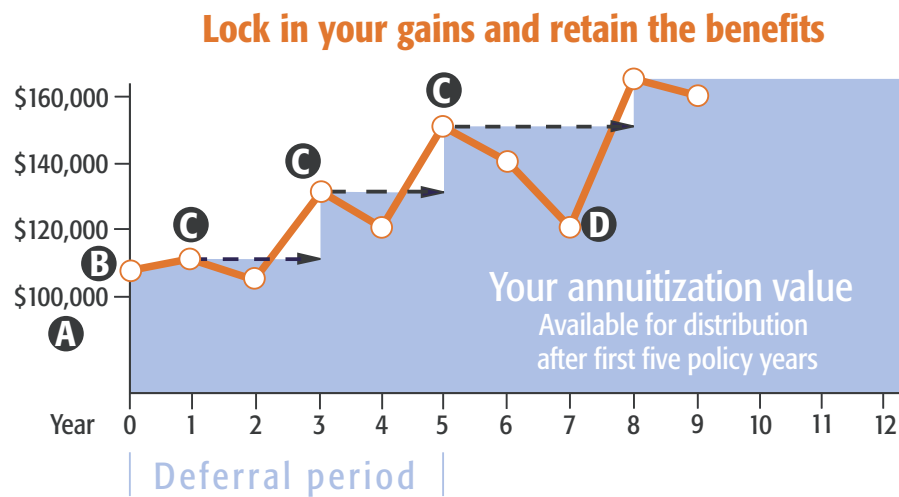
After five policy years, you can receive the full value of your 10% Bonus PowerDex Elite Annuity by choosing an income stream lasting 10 years or longer. This is called annuitization.

Benefit from indexed growth now. Lock in your best year's growth for the future.

The chart below shows an example of how hypothetical changes in the S&P 500 and/or Nasdaq-100 Index® determine annual current value.

Annual increases may be subject to a maximum cap.

As the years pass, the highest current value establishes your policy's high water value. Please note: Your premium amount PLUS any premium bonus are guaranteed safe, regardless of changes in your annuity's current value.



- A** Your initial premium amount is \$100,000.
- B** It is immediately increased by the 10% bonus.
- C** As the policy years pass, the highest current value (C) becomes the current high water value for your annuity. After the fifth policy year, this is available for you to annuitize, even if the market indexes stumble.
- D** After five strong years the market indexes – and your current values – begin to drop – but you're safe! You always get your annuity's high water value, even when the current value slips below it. At year 7 of this hypothetical example, the guaranteed value of your 10% Bonus PowerDex Elite Annuity is \$150,000 – your high water value. And that's \$30,000 ahead of the current value (D). You participated in the market index gains and were shielded from its losses.

Get the best of both worlds with the 10% Bonus PowerDex Elite Annuity.

What if I surrender the policy early?

It's possible you may wish to surrender your 10% Bonus PowerDex Elite Annuity for cash. If so, the amount you receive will be reduced. You will receive the greater of your policy's cash surrender value or its guaranteed minimum value.

The cash surrender value of your policy equals 87.5% of all premiums paid, minus partial surrenders and Systematic Withdrawal of Credit payments, accumulated at an annual rate of no less than 1.5% and credited daily.

Please note: The cash surrender value will never be less than the guaranteed minimum value.

With the Allianz Life® 10% Bonus PowerDex Elite Annuity, you benefit from gains in the S&P 500 and/or Nasdaq-100® Index.

When the market index is on the rise, the 10% Bonus PowerDex Elite Annuity is a great idea. Because of its 100% participation rate/point-to-point design, your annuity's current value rises along with the index. As mentioned earlier, your annual gains are subject to a cap. But that **cap is calculated on your high water value, not your current value. This makes it easier for you to rebound** following declines in your current value.

The 10% Bonus PowerDex Elite can protect you when the market indexes drop.

When the market indexes slump, the high water design of the 10% Bonus PowerDex Elite lets you retain more of what you've gained. Your annuity's value is always the high water value.



Diversify within a single product with the 10% Bonus PowerDex Elite Annuity.

Can I reallocate my index choices in any amount?

Allocation choices must be made in 25% increments, e.g. 50/50%, 25/75%, 25/25/50%.

When you purchase your Allianz Life® 10% Bonus PowerDex Elite, you can allocate your premium among three different choices:

- The S&P 500 Index
- The Nasdaq-100 Index®
- A fixed interest allocation

On each subsequent policy anniversary, you can change your allocations on your new premium and/or your policy values among your three choices: the S&P 500 Index, Nasdaq-100 Index, or fixed interest.

We'll let you know when a policy anniversary is approaching. If you submit changes to your allocations in writing within 21 days of a policy anniversary, they will be effective during that policy year. If changes are submitted more than 21 days after a policy anniversary, your changes will not take effect until your next policy anniversary.



With 10% Bonus PowerDex Elite, you can reallocate money every policy year.

You have the freedom to access your money in several ways.

Take free withdrawals

You may take up to a 5% penalty-free withdrawal as long as it occurs 12 months after the last premium is received, no more than one partial surrender is taken within a 12-month period, and the cumulative withdrawals do not exceed 25% of the sum of the premiums received. If, within 12 months of a penalty-free withdrawal, the policy is annuitized, additional premium is received, or another withdrawal is taken, your policy values will be reduced by an additional 12.5% of the partial surrender amount.

Schedule Systematic Withdrawal of Credits

Systematic Withdrawal of Credits allows you to keep your policy in deferral and receive payment of High Water Value credits. Payments are available after your fifth policy year. Payments will be based on credits applied to your policy after the request is received. To qualify for this option, your policy must be held at least five policy years and still be in deferral.

Take a policy loan

A policy loan may be taken for up to 50% of the cash surrender value (maximum of \$50,000). The loan interest rate is 7.4% in advance. Loans are not available with IRA, SEP or some other qualified plans. Unpaid loans will be treated as a partial surrender.

Take required minimum distributions

Required minimum distributions from a tax-qualified plan (IRA, SEP, etc.) will qualify as a penalty-free withdrawal if taken annually in December or monthly throughout the year. Policy values and the amount available for free withdrawal will be reduced by the distribution amount withdrawn.

Access your money sooner for nursing home care¹

If you, as the policyowner, should enter a nursing home, long-term care facility, or hospital for at least 30 days out of a 35 consecutive-day period after the first policy year, you may take an accelerated distribution of your policy's accumulation value over a period as short as five years. Payments under the Nursing Home Benefit will be based on your policy's accumulation value.

¹ Not available in all states.

² Until you have accessed all your money and your policy value equals \$0.

Take interest-only payouts

After five years, you may select an interest-only payout for 10 consecutive years. No index adjustments are credited during the interest-only period. No withdrawals may be taken during the interest-only period. At the end of the interest-only period, the annuitization value may be taken in a lump sum.

Take a distribution for less than 10 years or a single lump sum

You may take a distribution for a period of less than 10 years at any time, but the distribution will be based on the policy's cash surrender value, which is defined on page 5, not the full annuitization value.

Receive index growth while you take annuity income payments¹

The Systematic Withdrawal Benefit allows you to receive a percentage of your annuity as income while your remaining balance continues to participate in the index(es).

After your fifth policy anniversary, you can choose to receive withdrawals from your policy's annuitization value.

You have the flexibility to stop receiving Systematic Withdrawal Benefit payments. Once suspended, your payments can be started again after two years have passed. If you restart your Systematic Withdrawal Benefit payments, the percentage of policy values available will be based on the policy year in effect when your payments are restarted.

POLICY YEAR	PERCENTAGE OF ANNUITIZATION VALUE AVAILABLE ²
6-8	Up to 5% per year
9-10	Up to 6.67% per year
11+	Up to 10% per year

While you are receiving Systematic Withdrawal Benefit payments, any interest or index credits will also be paid to you.

Choose from a variety of options to help prepare for your retirement years.

What if I die while my policy is still in force?

Our 10% Bonus PowerDex Elite Annuity provides a death benefit payable to your named beneficiary. The death benefit will be equal to the annuitization value if taken over a minimum of five years. If taken either as a lump sum or over a period of less than five years, the death benefit will equal the greater of the cash surrender value or the sum of premiums paid, less any withdrawals. The death benefits paid to a properly designated beneficiary (except for the estate) will pass without the costs and delays of probate.

I don't want my annuity proceeds to be a tax burden for my beneficiary. What can I do?

The Death Benefit Rider¹ enables the beneficiary to receive a tax-free death benefit up to 28% of taxable gain. It allows you to pass on more of your annuity's full value to your beneficiaries and reduces a possible tax obstacle for them. Although the rate at which your beneficiaries will pay income tax at some future date is unknown, the Death Benefit Rider will offset a substantial portion – or all – of the income taxes due at the time of your death. The Death Benefit Rider can only be issued with nonqualified annuities where the policyowner and annuitant are the same individual. Please note: A Death Benefit Rider charge will apply.

Receive guaranteed income you can't outlive

This is one feature you can only get from an annuity. Once you've owned your 10% Bonus PowerDex Elite Annuity policy for five years, you can choose an income stream lasting from 10 years up to the annuitant's lifetime. You'll get every dime of your money, including all gains to your High Water Value, however, payout periods less than 10 years will reduce the values payable.

Earn guaranteed tax-favored interest

Your policy values grow tax deferred, and no income taxes are payable until you withdraw from your policy. If you are under the age of 59½ when a withdrawal is made, an additional 10% penalty tax may be imposed.



Is the 10% Bonus PowerDex Elite Annuity the right choice for your retirement plans?

The Allianz Life® 10% Bonus PowerDex Elite™ Annuity offers a combination of benefits you may not find in another financial product. It merits your careful consideration when:

- You would appreciate receiving an up-front bonus to help regain market losses or recoup surrender charges (or if you just plain enjoy getting a bonus!).
- You wish to share in gains in the S&P 500 and/or Nasdaq-100® Index, while protecting your principal and bonus from market index declines.
- You want your money to benefit from tax-deferred growth.
- You anticipate leaving your money in the annuity for at least five years and taking a distribution over a period as short as 10 years (to get the policy's full annuitization value).
- You want flexible income options that can last your entire lifetime.

The 10% Bonus PowerDex Elite Annuity is a powerful financial tool from Allianz Life. It can deliver strong performance no matter which way the market index is heading.

Make it part of your retirement portfolio.



Our top priority is the safety of your money.

All policies are issued by Allianz Life Insurance Company of North America, a member of the Allianz Group. With over 700 subsidiaries in more than 70 countries, the Allianz Group is one of the world's leading providers of integrated financial services.

Our goal is to provide policyholders with wealth management products that can help meet today's needs and financial objectives, with a product philosophy of offering fair and equitable values on each policy we issue. Foremost in our minds is the safety of the money you entrust to our care.

Allianz Life® has consistently been assigned financial strength ratings by Standard & Poor's and A.M. Best that are among the highest available. It is one of a select group of major insurance companies to receive such high ratings.

These independent agency ratings are based on an analysis of financial results and evaluation of management objectives and strategies. The ratings do not indicate approval by the analysts and are subject to change.

Innovative products, exceptional customer service, and sound financial strength make Allianz Life the place to turn to help meet your retirement objectives.

Policies are issued by Allianz Life Insurance Company of North America (form number P50545 and state variations if applicable).

Agent name: _____

License number: _____

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Product availability and benefits may vary by state.