

Allianz Life[®]

InCommandDex[™] Annuity

*A flexible-premium,
equity-indexed
income annuity*

Growth. Safety. Control.
Better income management.

Allianz Life. The best at next.SM

Longer lives require new ways of managing income.

Why is this important to you?

“Biggest mistakes consumers are making today:

- Underestimating how much income they’ll need after they retire.
- Underestimating how long they will live.
- Overestimating how much they can withdraw from their portfolio without depleting it.”

Source: “Retirement Storm Clouds,” by Walter Updegrave, *CNNMoney*, November 3, 2003

Only 39% of Americans think they’ll have enough money to live comfortably in retirement.

USA Today, 11/16/03

It’s a simple fact – people are living longer than ever. According to the Census Bureau, more people are living to age 100 – the number doubled in the 1980s and doubled again in the 1990s.

Years spent in retirement

1900	1.2 years
2000	20-25 years

Source: *Age Wave 2003*

When it comes to planning your own financial future, the most important factor is making sure that you don’t live longer than your assets do.

Financial risks of living longer

- Not being able to maintain your desired standard of living
- Not keeping up with inflation
- Outliving your assets

LIMRA, 2003

These unpredictable costs of aging are not new. What is new is the length of time you’ll have to provide income to meet them. And to meet those growing costs, you need your income to grow over time.

Plus, you need the ability to change your mind or make different choices about your income over the course of your lifetime, as circumstances and needs change.



The power of choice is in your hands.

Take command of your income – putting it to work for you – just when you need it.

Introducing the InCommandDex Annuity from Allianz Life.

InCommandDex helps you take command of managing your income, giving you a wide variety of powerful choices, such as: taking income now, taking income later, or a combination of both.



With InCommandDex, you will be able to:

- Target your income for potential growth linked to a pair of recognized market indexes.
- Choose safety. Select the floor on your income payment.
- Take command of your income stream and cash out if your needs change, or continue receiving payments linked to the market indexes.
- Enjoy long-term peace of mind from having income for life.

Index adjustments to the annual interest rate credited to your annuity are made to your current value at the end of each year when your contract is in deferral and to your index payment when you are receiving income payments. Index adjustments may be positive or negative. Positive index adjustments may be limited to a monthly maximum percentage (cap). Negative index adjustments may be made to your income payments and may be limited by an annual minimum and lifetime minimum percentage (floor). If a negative index adjustment is made, your income payments for the following year will be lower. 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. The amount of the index adjustment will change year to year and cannot be predicted from past index adjustments to your annuity's value. If the policy is surrendered for cash while in deferral, then 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 for the initial income payment is 1%. The payout rate depends on age of annuitant and payout option selected. InCommandDex Annuity issued by Allianz Life Insurance Company of North America (P50591 and state variations if applicable).

Take command of future income with the InCommandDex Annuity.

A flexible-premium, equity-indexed income annuity that gives you income as long as you live, plus the ability to make adjustments and changes along the way.

With **InCommandDex**, the annual index adjustments to your annuity's value reflect the monthly fluctuations of two of America's most recognized stock indexes: the S&P 500 and the Nasdaq-100®, based upon the allocation you have selected¹.

Once each month, we track the current value of the indexes. We compare those values to the index values from the previous month, and record the difference between the two. Monthly results may be positive or negative.

In any given month, a positive monthly result may exceed your annuity's stated monthly cap percentage. In that case, the capped return will be used in the annual index credit calculation.

Choose the range of your market index adjustments.

One of the most innovative features of the **InCommandDex Annuity** is your opportunity to select your preferred range of index limits.

When you begin income payments, you'll be asked to select a floor percentage for protection that can limit downward index adjustments to your income payments. The choices are: 75%, 80%, 85%, or 90% of your initial income payment. This represents the lowest payment you would ever receive in any year. In addition, as of any given date, you are guaranteed to have received at least the sum of guaranteed minimum payments up to that date.

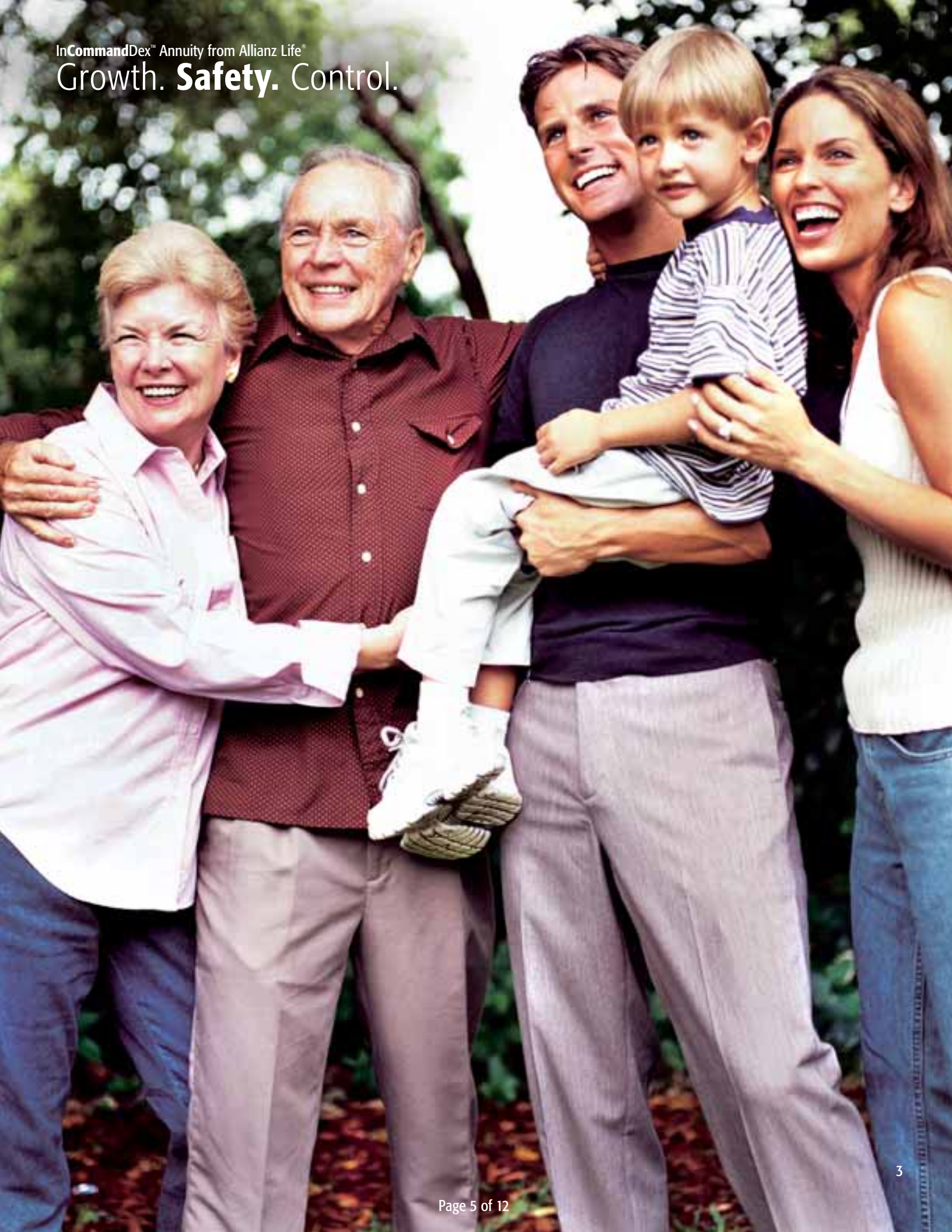
The adjustment to your income payments will increase or decrease annually to reflect 100% of the sum of the monthly changes in the market indexes, subject to a cap and a floor. The cap is reset annually and is linked to the floor limit you select.

¹ The indexes do not reflect dividends paid on underlying indexes.

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InCommandDex™ Annuity from Allianz Life®
Growth. **Safety.** Control.



Take command of your income NOW, with potential for growth!

The InCommandDex Annuity offers you extraordinary flexibility:

Take command of the powerful possibilities that **InCommandDex** has to offer. The charts on the next page show what could happen if you purchased your **InCommandDex Annuity**, and began taking income payments immediately. You are able to start income payments any time you choose as long as the payout begins prior to the policy anniversary following the annuitant's 80th birthday. No matter when you decide to begin taking income, with **InCommandDex**, you will receive guaranteed income for as long as you live!

Take command of your potential growth.

- Receive guaranteed income for life, and receive market index adjustments at the same time.
- Link your income payments to the performance in the S&P and/or Nasdaq-100® market indexes, subject to an established limit (cap and floor). A monthly point-to-point method is used to track changes in market indexes. The 12 capped monthly results are totaled to determine changes in your annual income payments.

Take command of your safety.

- Guaranteed income for life.
- Guard against dying too soon. You can choose a death benefit that passes the remainder of your cash surrender value to your beneficiaries in the first 10 years of income.
- After 10 years, the sum of your cash surrender value and income payments will be no less than your premium less any withdrawals.
- Your annual income payments will never fall more than 15% in any year and will never be lower than your chosen Guaranteed Lifetime Floor.

Take control.

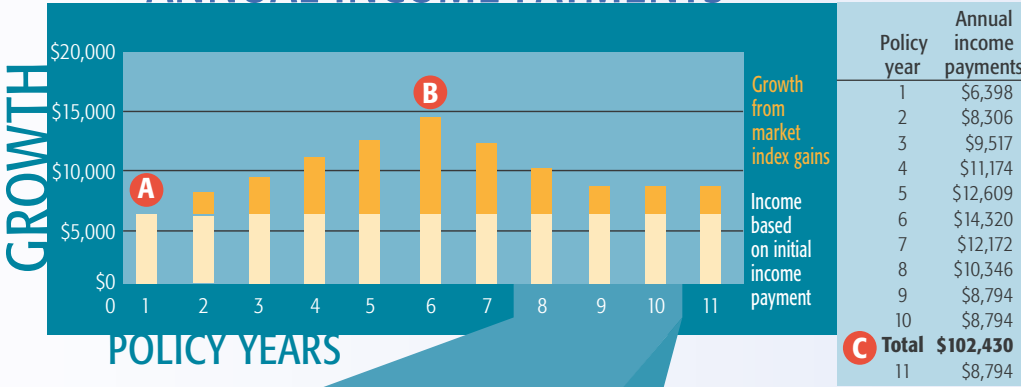
- Change your mind and walk away with your cash surrender value, including market index gains, after 10 years of taking income payments.
- Choose allocations linked to the S&P 500 and/or Nasdaq-100 indexes, in 25% increments. You have the option to reallocate your index choices each year.
- Choose a Guaranteed Lifetime Floor (75%, 80%, 85%, 90%) on downward adjustments to your income payments. You have the option to increase your floor if your needs change, subject to limitations.
- Choose between income for life with death benefit or income for life with no death benefit.
- Access up to 10% additional income through the free withdrawal feature.

Income now

Growth. Safety. Control.

Here's how InCommandDex could have performed for the 10 years between January 1, 1995 through January 1, 2005, had this policy been available. The hypothetical calculations used in this example were based on the actual performance of the S&P index during that period based on the assumptions below.¹ The amount of the index adjustment changes year to year and cannot be predicted from past index adjustments to your annuity's value.

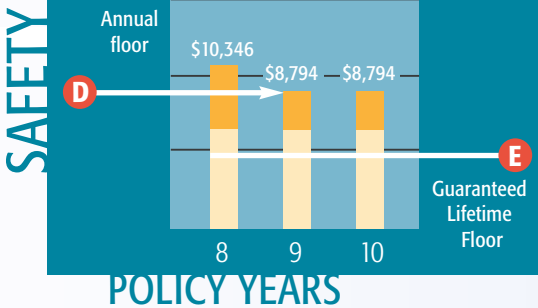
ANNUAL INCOME PAYMENTS



Take income right away.

Jack purchased an InCommandDex Annuity with the death benefit option in 1995 with \$100,000, and allocated his money to the S&P index.²

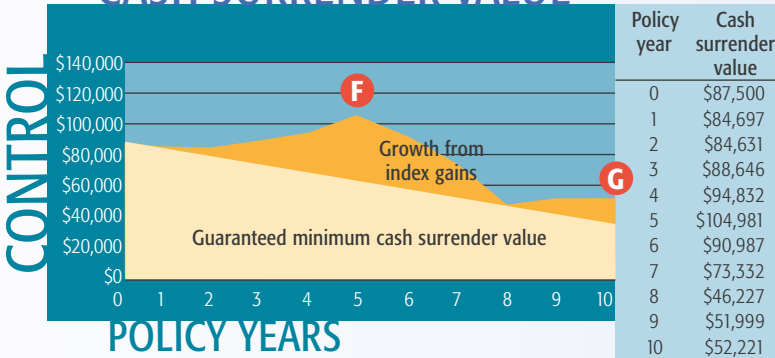
- A** He chose to begin taking income payments immediately, with a 4.10% cap and a Guaranteed Lifetime Floor of 75%.
- B** Jack's income payments represent his initial \$100,000 purchase, spread out over his lifetime, plus additional income he received from his market index gains. These gains are shown in yellow in the chart at the left.
- C** Over the first 10 years, Jack would have received \$102,430 of regular income payments from his \$100,000 purchase. He could walk away after 10 years, or continue receiving income, as shown in year 11.



Lock in an income floor.

- D** Jack's income payments are adjusted to reflect market index movements year to year. An annual floor prevents Jack's income from dropping more than 15% in any given year. In year nine, even though the monthly sum had declined by -30.5%, Jack experienced a -15% difference in his income payments.
- E** Jack is also protected against negative market index adjustments, with a Guaranteed Lifetime Floor percentage of 75% of the initial income payment that he selected. The value of the payment is guaranteed to never fall below the Guaranteed Lifetime Floor.

CASH SURRENDER VALUE



Take commanding control of InCommandDex.

- F** At any time during the first 10 years, Jack has full access to the cash surrender value of his annuity. He can choose to walk away with his full cash surrender value, including all income payments received to date, plus vested market index performance. Or he can leave his annuity in place to continue receiving market index adjustments for the rest of his life.
- G** In this hypothetical example, Jack decided to walk away at the end of 10 years. By adding his income payments over the 10 years, plus his cash surrender value, his original \$100,000 payment has become \$154,651:

Total income payments	\$102,430
Cash value at the end of 10 years	52,221
Total	\$154,651

¹ Assumes InCommandDex has been available since 1995.

² Jack is 65 years old and has a 20-year life expectancy.

Income later

Wait and take income later.

*No matter what the indexes do, **before** you decide to take income from your annuity, InCommandDex gives you:*

- Upside index growth potential
- No downside market risk due to index losses
- Locked-in gains every year

To demonstrate the powerful possibilities that the **InCommandDex Annuity** offers, the charts on the next page show what the last 10 years of performance could have delivered, had this policy been available, given certain assumptions.

Take command of your potential growth.

- Add more money to your annuity during the first five years, before you take income.
- Take advantage of each year's potential gains in the S&P and/or Nasdaq-100® market indexes, up to an established limit (cap). A monthly point-to-point method is used to track changes in market indexes. The 12 capped monthly results are totaled to determine changes in your policy values.

Take command of your safety.

- Guarantee your principal from market index loss in the deferral stage (before you take income).
- Lock in any index gains every year.
- Guard against dying too soon. If you should pass away while your annuity is in deferral, your beneficiaries can annuitize the value of the contract over five years or take the cash surrender value in a lump sum.

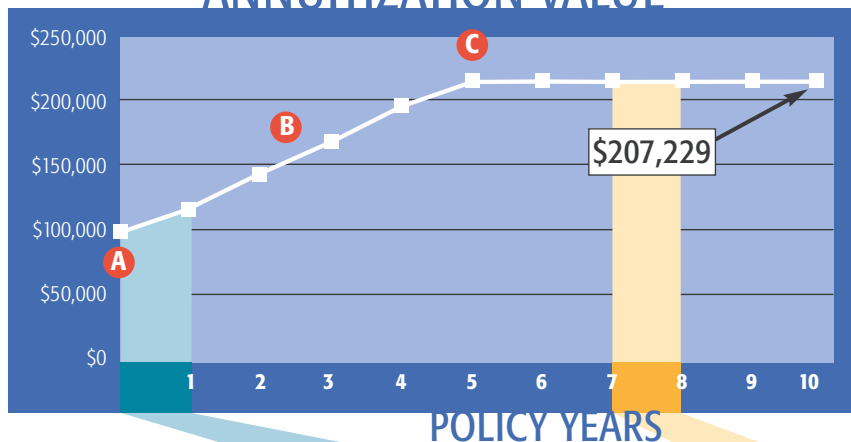
Take control.

- Decide when to begin receiving income from your annuity. The payout must begin prior to the policy anniversary following the annuitant's 80th birthday.
- Choose allocations linked to the S&P or Nasdaq-100 indexes, or an interest allocation, in 25% increments.
- Reallocate your index choices each year.
- Access your money by taking 5% free each year in partial surrenders, up to 25% of the cash surrender value. Some limitations may apply.

Growth. Safety. Control.

Here's how the InCommandDex could have performed for the 10 years between January 1, 1995 through January 1, 2005, had this policy been available.¹ The hypothetical calculations used in this example were based on the actual performance of the S&P index during that period, based on assumptions below. The amount of the index adjustment changes year to year and cannot be predicted from past index adjustments to your annuity's value.

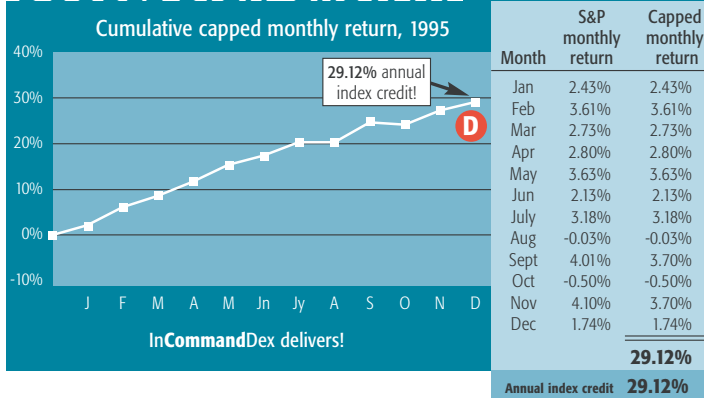
ANNUITIZATION VALUE



Taking income later.

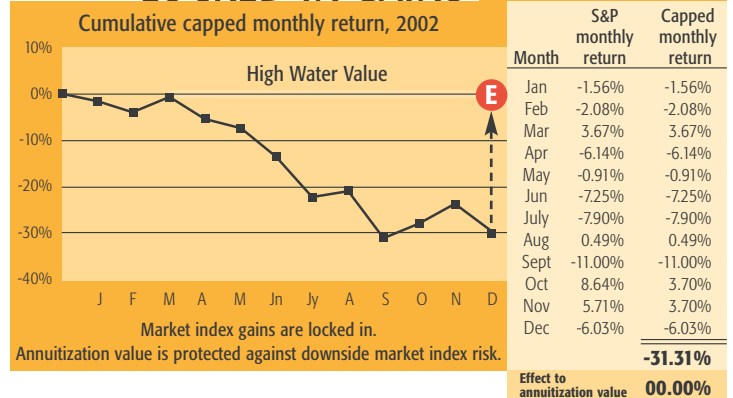
- A** Jack purchased an InCommandDex Annuity in 1995, with \$100,000. He allocated his money to the S&P index, and decided to wait to take any income payments until some time in the future. The assumed monthly cap during deferral is 3.70%.
- B** The value of Jack's annuity benefited from point-to-point growth of the market index, with no downside risk due to index declines.
- C** Jack's InCommandDex locks in his market index gains every year on his contract anniversary. His highest value becomes his "high water value." At any time, Jack can begin taking income from his annuity.

DOUBLE-DIGIT GROWTH during the BEST year



- D** In the most positive year of index returns, Jack would have received an annual index credit of +29.12%, assuming a 3.70% monthly cap.

LOCKED-IN GAINS during the WORST year



- E** During the most negative year of index returns, the market index returned results of -31.31%. Even though the market index dropped, InCommandDex would have protected Jack with its high water value and its locked-in gains from the highest point in Jack's contract.

His annuitization value will be based on whichever is greater, his current value or high water value. His annuitization value can never go lower than his high water value.

¹ Assumes InCommandDex has been available since 1995.

Want just some of your income? Take some now, and some later with partial annuitization.

Turn just a portion of your annuity into regular income payments by choosing partial annuitization. You can turn as little as \$5,000 of your annuitization value into regular income payments. You can select this option twice during your contract. Your cash surrender value and guaranteed minimum value will be reduced proportionately. In any case \$5,000 must remain in your account at the time.

Answering your questions about the InCommandDex Annuity

What is the InCommandDex Annuity?

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

Can I purchase an InCommandDex Annuity and then add more money later?

You can get all the benefits offered by the InCommandDex Annuity with an initial premium amount of \$25,000. You can add money at any time during the first five policy years while in deferral. Additional premium payments made during a policy year are credited to your Interim Interest Account until the following policy anniversary.

How do I allocate my index choices?

When you purchase your InCommandDex Annuity, you can allocate your premium in 25% increments among three different choices in the deferral stage:

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

Once you begin receiving income payments, you can put your money in allocations linked to the S&P 500 and Nasdaq-100 indexes.

How often can I reallocate my money?

With InCommandDex you have the freedom to reallocate your money each anniversary.

Is my annuity's growth taxable?

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.

Unlike withdrawals, income payments received from a nonqualified policy are considered partly a nontaxable return of your premium and partly taxable growth. Generally, income payments are not subject to a penalty tax. Consult your tax advisor.

Are there any fees or charges?

There are no fees or sales charges. There may be state premium taxes, depending on the state you live in.

When can I receive my income payments?

You can begin taking your income payments at any time, from the time you purchase your annuity, until age 80. You can choose annual, quarterly or monthly payments. Payments may be paid electronically, for your convenience. You will receive guaranteed income payments for as long as you live.



Answering your questions continued

What are my life income options?

The InCommandDex Annuity guarantees that you cannot outlive your income payment unless you surrender your policy. With two options to choose from – life with death benefit or life only– InCommandDex lets you select the option that best fits your needs.

- Single life with death benefit or joint life with death benefit
 - Guaranteed income payments for the rest of your life, and a death benefit which passes the remainder of your cash surrender value to your beneficiaries in the event of your premature death within the first 10 years of income. Cash surrender value available in the first 10 years.
- Single life only or joint and 100% life
 - Guaranteed regular income for life with cash surrender value available on the 10th anniversary.

What is partial annuitization?

You are currently allowed to annuitize a portion of your contract, without annuitizing the entire value according to the applicable annuitization rules. This is referred to as a partial annuitization. A partial annuitization will decrease the amounts available for withdrawal, payment of death benefits, and any additional income payments.

A partial annuitization may be treated as a partial withdrawal for tax purposes. You should consult a tax advisor before requesting a partial annuitization. We may deduct premium taxes from partially annuitized amounts.

What does point-to-point monthly indexing mean?

The value of your InCommandDex Annuity is adjusted based on monthly changes in the market indexes, up to a cap. Monthly results can be positive or negative. The annual index amount credited is determined by simply totaling the 12 capped monthly results.

What is a cap?

Your policy's current value will be adjusted each year based on the sum of the 12 monthly movements of the S&P 500 and/or Nasdaq-100® indexes, per the allocation you have selected. The cap is the maximum monthly return you can receive. The monthly cap is established on every anniversary, and is guaranteed for the next year. A cap that is reset annually may limit each month's positive index results.

¹ Assumes you are the annuitant.

What is a floor and when does it apply?

There are actually two floors in the InCommandDex Annuity. These floors apply only when you are taking income. When you purchase your annuity, you choose the Guaranteed Lifetime Floor (75%, 80%, 85%, or 90%). This is the lowest annual income payment you would ever receive no matter how the indexes perform. In addition, there is an Annual Floor that protects you by preventing your income payments from dropping more than 15% in any given year. Please note: There are no floors while your annuity is in deferral. During deferral all gains are locked in annually due to the high water feature.

How does the guaranteed minimum payment work?

The guaranteed minimum payment is calculated using 87.5% of the annuitization value, 1.5% annual interest, and your life expectancy.¹ As of any given date, you are guaranteed to have received at least the sum of guaranteed minimum payments up to that date. Any partial surrenders reduce the amount of future guaranteed payments. For a detailed description and an example, see your Statement of Understanding.

What if I surrender the policy early?

It's possible you may wish to surrender your InCommandDex Annuity for cash. 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 any income payments, accumulated at an annual rate of no less than 1.5% and credited daily. The cash surrender value also includes any vested market index gains.

Please note: The cash surrender value will never be less than the guaranteed minimum value. Refer to the Statement of Understanding for more information.

Can I take a partial surrender?

You may take a partial surrender while taking income payments. With the life with death benefit option, during payout years 1-10, you can take a partial surrender up to 10% of your cash surrender value. In addition, during payout years 11-15 for all nonqualified policy types, you may take a partial surrender up to 10% of the cash surrender value each year.

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 P50591 and state variations if applicable).

Agent name: _____

License number: _____

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Product availability and benefits may vary by state.