



PremierDex 5™ Annuity

Give your retirement plans a boost and a bonus.

An equity-indexed, fixed annuity with “point-to-point” monthly crediting

Allianz Life Insurance Company of North America





Discover the PremierDex 5™ Annuity
from Allianz

An equity-indexed, fixed
annuity from Allianz can
be a valuable asset.

A prudent wealth management plan shouldn't rely solely on future Social Security to pay for an individual's retirement years. One way to accumulate additional assets for retirement income is an annuity.

The money in an annuity has the potential to create an additional source of retirement income that can supplement Social Security. Assets placed in an annuity can even provide a variety of income streams. This is one reason many individuals use annuities to help them achieve their long-term financial goals, including retirement income.

Here's how an annuity works.

An annuity is a contract between a contract owner and a life insurance company. The annuity's values and guarantees are backed by the financial strength and claims-paying ability of the issuing insurance company.

As contract owner, you pay premium to the insurance company. In exchange for your premium, the insurance company promises to make payments to you at some point in the future. You may also receive the benefits listed on the following page.

You should not buy an annuity for short-term purposes. You generally have to keep your premium in the annuity for a specified period of time to avoid the assessment of penalties, such as surrender charges.



Annuities offer important benefits.

Potential growth during the annuity's accumulation phase: During this initial phase, an annuity can be an ideal vehicle to help you accumulate money for your retirement.

Income for life and other options during the retirement income phase: When you are ready to start taking income, the annuity offers you a range of payout options. Some options may offer an immediate, single payment. Others may include income payments scheduled over a specific period of time, including your entire lifetime.

Tax deferral that can help your money grow: The money in your annuity can grow tax-deferred. This means you don't have to pay taxes on your annuity's growth until you begin to withdraw money from the annuity. The power of tax deferral, compounded over the life of your annuity's accumulation phase, may have a positive impact on the value your annuity generates for your retirement. Any distribution may be subject to ordinary income taxes and, if taken prior to age 59½, to a 10% federal tax penalty.

Death benefit protection for your beneficiaries: As we noted earlier, annuities are life insurance products. So it's only natural that they can give you peace of mind, knowing your beneficiaries are protected if you pass away.

Equity-indexed annuities are different.

An equity-indexed annuity earns interest based on changes in an external equity index. This is different from traditional annuities that credit interest calculated at a fixed rate set in the contract. The selected index varies from day to day and is not predictable. When you buy an equity-indexed annuity you own an insurance contract – you are not buying shares of any stock or index.

Many equity-indexed annuities also permit contract owners to allocate premium to a traditional fixed interest option, where interest is credited at a fixed rate of interest not based on any external equity index.

The value of an equity-indexed annuity will not drop below a guaranteed minimum specified in the contract. This means that if you take money out of the contract or die, you (or your beneficiaries) are guaranteed to receive at least a minimum value.

To summarize, an equity-indexed annuity offers contract owners:

- The potential for growth by basing interest earned on the performance of an equity index or indexes (Interest earned on an equity-indexed annuity could be less than the interest earned in a traditional fixed annuity.)
- A guaranteed minimum value

Discover the benefits of the PremierDex 5 Annuity from Allianz

PremierDex 5 can offer you safety while it helps you reach your financial goals. With PremierDex 5:

- You earn a 5% bonus on premium received during the first five years.¹
- Each year, you may receive indexed interest based on monthly changes of a market index, subject to a monthly cap.
- A high water design locks in any indexed interest, eliminating risk due to market index losses.¹
- After just 10 years you can take your annuity's full value.²

¹ Gains to the annuity's value are subject to a 10-year vesting schedule, beginning at 0% on the issue date and increasing 10% each contract anniversary until 100% vested. The accumulation value includes vested gains, bonus and premium. Bonus annuities may include higher surrender charges, longer surrender charge periods, lower caps, or other restrictions that are not included in similar annuities that don't offer a premium bonus feature.

² During the first 10 contract years, we will apply a surrender charge and market value adjustment if you (or your beneficiaries) partially or fully surrender your contract. The same would apply if you begin annuitization, which means taking income payments, prior to the sixth contract year (or for fewer than 10 years). Any amounts withdrawn may be subject to ordinary income taxes and, if taken prior to age 59½, to a 10% IRS penalty. These charges and taxes may result in a loss of bonus, indexed interest and fixed interest, and a partial loss of principal.



Safety

PremierDex 5 locks in any annual indexed interest automatically.¹

Any indexed interest credited to your annuity’s high water value can never be lost due to index volatility. These gains are credited to your accumulation value according to the vesting schedule shown on the next page.

PremierDex 5 protects your principal and 5% bonus from index losses.¹

Your principal and bonus are never subject to market index risk. A downturn in the market index(es) cannot have a negative impact on your contract’s high water value. We guarantee it.

Growth

PremierDex 5 has a real difference. This sums it up.

PremierDex 5 tracks point-to-point monthly changes (subject to a monthly cap) in the market index(es). Once a year, those 12 months’ values are automatically added up and credited. This sum, called the annual index rate, helps determine your annuity’s current value and high water value.

PremierDex 5 lets you benefit when the market index is heading up.

When the market is headed up, the value of your PremierDex 5 can also increase. That’s because at the end of each year, you get full 100% participation in potential monthly gains subject, however, to an established maximum monthly cap.

Access

If you need cash, PremierDex 5 gives you access.¹

Beginning 12 months after your last premium is received, you may annually withdraw up to 10% of your total premiums paid – without a surrender charge or market value adjustment – until 100% of your total premium has been withdrawn.

After 10 years it’s your choice: take your money, or stay!¹

Anytime after your 10th contract year, you can walk away with your annuity’s full value (minus any loans or withdrawals). Of course, you can leave your money in the annuity so it continues to benefit from potential indexed interest.



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PremierDex 5 automatically tracks a high water value for your index(es).

With PremierDex 5, the value of your annuity is based on the monthly point-to-point fluctuations of two of America's most recognized stock indexes: the S&P 500 and the Nasdaq-100.®

Here is how your annuity's current value and high water value are determined.

Your contract's current value is determined by increases and decreases in your selected index(es). These changes are captured monthly, then totaled on your contract's anniversary.

The highest current value achieved on any contract anniversary becomes your high water value. If the annual index rate is negative, it will decrease your current value, but will not impact your high water value.

Note: If your current value decreases in a year, it must recover to match your high water value before your high water value can increase.

Here is an explanation of your contract's accumulation value.

The accumulation value equals your premium paid and bonus received plus any vested gains. Gains are determined by subtracting your premium paid and bonus received from your contract's high water value. Next, your gains are multiplied by a vesting percentage (see chart on this page), resulting in your vested gains. Those vested gains are added to the premium paid and bonus received to determine your annuity's accumulation value. Withdrawals will reduce the accumulation value.

You can earn fixed interest.

Traditional fixed interest is calculated and credited daily for both the fixed interest allocation and the interim interest account. Interest credit rates are declared annually by Allianz. We can raise or lower interest credit rates annually, but they will never be less than 1.5%.

Open your PremierDex 5 today, then add money for years to come.

You can get all the benefits offered by the PremierDex 5 with an initial premium amount of \$25,000 or more. You can add money at any time during the first five contract years and receive a 5% bonus on these additional premiums. Additional premium payments made during a contract year are credited to your contract's interim interest account until the following contract anniversary.

There are no up-front fees or future sales charges.

There are never any asset fees or up-front sales charges. 100% of your premium and bonus are credited to your accumulation value. However, surrender charges and market value adjustments do apply during the first 10 contract years.

Your vested gains are locked in with PremierDex 5

Index and interest gains are added to your accumulation value, based upon the following vesting schedule:

Contract year	Vesting percentage
1	0%
2	10%
3	20%
4	30%
5	40%
6	50%
7	60%
8	70%
9	80%
10	90%
11+	100%

The vesting percentage is 0% for the first contract year. It increases 10% on each contract anniversary until it reaches 100%. After the 10th contract year, all of your gains will be fully (and permanently) vested.

Here's a hypothetical illustration showing indexed interest based on 12 months of index returns and a 3.60% monthly cap. We establish this monthly cap on every contract anniversary, and guarantee it for that contract year. We can lower the monthly cap but it can never be less than 1.00%. Figures impacted by the monthly cap are shown in bold type.

Although you can allocate premium to either index (or both), for simplicity's sake our example will presume all of the annuity's premium has been allocated to a single index.

To find the annual index rate for the year, simply add up the 12 monthly capped values.

PremierDex 5 tracks market index changes, then puts it all together. Here's how.

With PremierDex 5, the value of your annuity reflects the monthly point-to-point fluctuations of the S&P 500 and the Nasdaq-100®, two of America's most recognized stock indexes.

Once each month, we capture the value of the index. We compare that value to the index value from the previous month, and record the percentage change between the two as the monthly return. Monthly returns may be positive or negative.

In any given month, a positive monthly return may exceed your annuity's stated monthly cap percentage. In that case, the capped value will be used to calculate the annual index rate. As shown in the chart on this page, there is no established limit on negative capped values in any individual month.

Rely on PremierDex 5 in good times and bad.

How does PremierDex 5 perform when the going gets tough? Simply stated, the market index may drop, but your high water value won't.

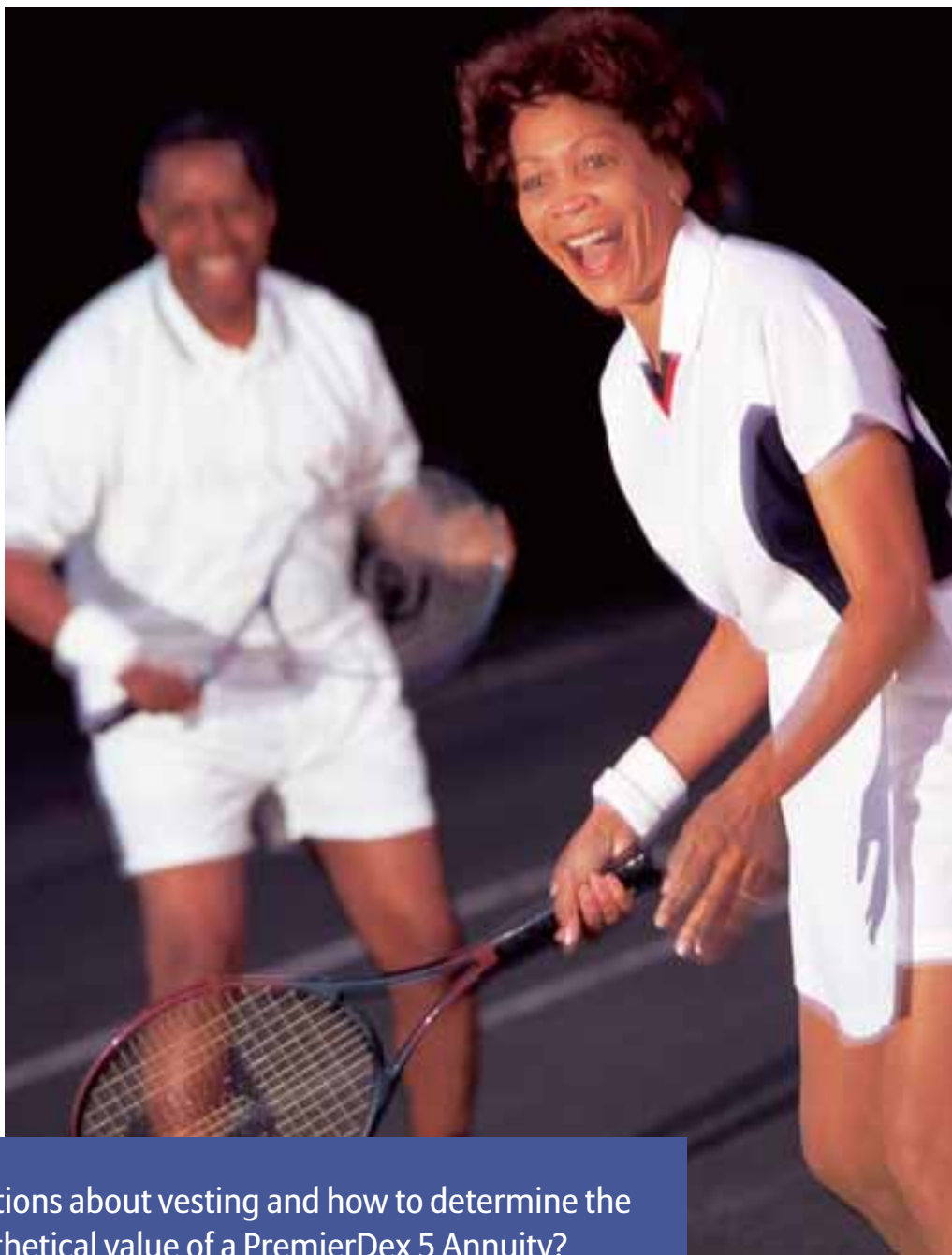
Current value at beginning of contract year: \$105,000		Bonus: 5%	Assumed monthly cap percentage: 3.60%
Month	Hypothetical monthly index return	Monthly cap applied	
1	5.27	+3.60	
2	-2.03	-2.03	
3	2.28	+2.28	
4	-6.50	-6.50	
5	-1.37	-1.37	
6	3.93	+3.60	
7	0.61	+0.61	
8	7.63	+3.60	
9	-2.71	-2.71	
10	0.22	+0.22	
11	1.59	+1.59	
12	6.72	+3.60	
The sum of monthly capped values equals the year's annual index rate.		+6.49%	
Value at end of contract year: \$111,815			
No representation is made of future performance. We used a hypothetical 3.60% monthly cap. Using the minimum 1.00% monthly cap, the annual index rate for the year would be -5.78%. As a PremierDex 5 contract owner, you do not invest directly in any index.			

Put all your eggs in one basket. Or two. Or three.

When you purchase your PremierDex 5, you can link your annuity's growth exclusively to the S&P 500, the Nasdaq-100, or a fixed interest option.

If you'd prefer, you can divide your allocation (in 25% increments) between any two options – or among all three. And you can even change your allocations each year. Now THAT'S control!

Here's how you can change your allocations. Shortly after each contract anniversary, we'll notify you that you can make changes. If we receive your changes in writing within 21 days of your contract anniversary, they'll be effective for that contract year. If we receive the changes more than 21 days after your contract anniversary, the changes won't take effect until your next contract anniversary.



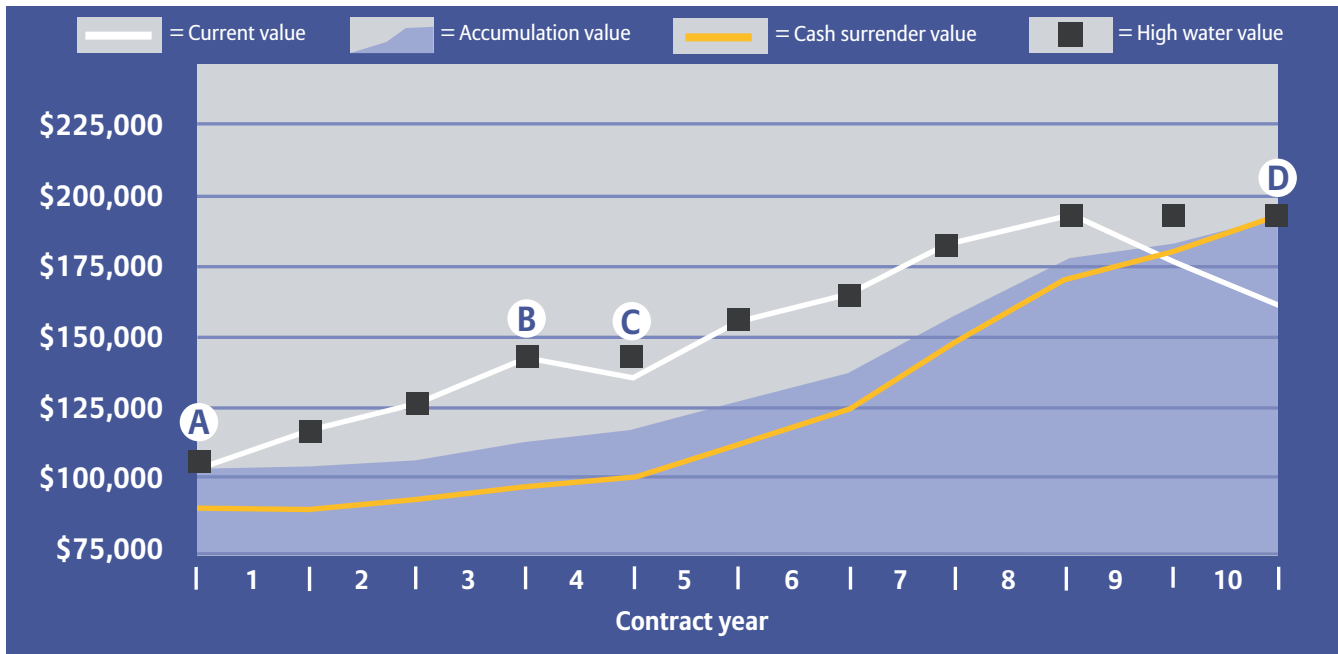
Questions about vesting and how to determine the hypothetical value of a PremierDex 5 Annuity?

Check the chart on the next page!

PremierDex 5 hypothetical example

The following illustration is hypothetical and is provided to show how the PremierDex 5 Annuity operates and how changes in a market index can impact contract values. This illustration is not intended, and may not be used, to project or predict index returns and contract values.

The values in this chart assume that 100% of the initial premium is allocated to a market index option, no additional premium is added and no withdrawals are taken, a 5% bonus and a cap of 3.6% are applied. Current index returns and caps may be higher or lower than those illustrated, but the cap is guaranteed to never be less than 1%. Withdrawals in the first 10 contract years are subject to a surrender charge. As a PremierDex 5 contract owner, you do not invest directly in an index.



Note: If the contract had been purchased at the start of year four of this hypothetical scenario, the current value would have decreased during the first contract year. The current value would have needed to recover to match the high water value before the high water value would have increased.

- A.** You purchased your annuity with \$100,000. Your current value and high water value are immediately set to \$105,000 due to the 5% bonus credited to your contract.
- B.** As the market index increased, the annuity benefited from the monthly point-to-point growth. That growth was automatically locked in on the first three contract anniversaries, increasing the high water value (indicated by the black squares).
- C.** In contract year four, the current value declined as a result of a negative annual index rate. But the accumulation value actually grew! This is because the accumulation value is based on the annuity's high water value, which vests during the first 10 contract years.
- D.** In the final two years shown in this hypothetical example, the current value declined but, as always, the high water value didn't lose a cent. On the 10th contract anniversary, the surrender charge period ended, and the high water value became 100% vested. This means the entire accumulation value could be taken as a lump-sum payment. In this hypothetical example that lump-sum payout of the full accumulation value would equal \$194,193 (an annual yield of 6.86%).

If a complete withdrawal is taken as a lump sum before the 10th contract anniversary, the value available will be decreased by a surrender charge, and increased or decreased by a market value adjustment (which depends on the change in U.S. Treasury interest rates since the premium was first received). The same holds true for contract value taken as partial surrenders before the 10th contract anniversary.



After only five years, you can start a stream of steady income – or receive your full accumulation value in a lump sum after 10 years.

Choose from several annuity payment options.

If you keep your contract in deferral for at least five years, you can choose to receive annuity payments based on accumulation value in any of the following ways without incurring surrender charges or market value adjustments:

- Interest only – You have the option to receive interest-only annuity payments for five years. Interest will be paid as earned. After five years of interest-only payments, you can take your full accumulation value as a lump-sum payment.
- Installments for a guaranteed period – You can choose to receive annuity payments in equal installments for a period from 10 to 30 years. Each installment would consist of part principal and part interest.
- Installments for life – You have the option to receive annuity payments in equal installments for the rest of your life. Payments end upon your death.
- Installments for life with a guaranteed period – You can choose to receive annuity payments in equal installments for the rest of your life. Upon your death, the balance of the guaranteed period, if any, will be paid to your beneficiary the same way as you previously selected.
- Installments for a selected amount – You may select to receive annuity payments in equal installments of an amount that you choose, as long as the payments last for at least 10 years. Payments continue until your accumulation value is gone.
- Joint and survivor – You can select to have equal installments paid until your death, then continue to be paid to your survivor. In this case, you can select 100%, 2/3, or 1/2 of your payment amount to be paid to your survivor until his/her death.



The payout interest rate used to determine the income stream depends on the age of your contract and the payout option selected. The minimum guaranteed interest rate in payout is 1%.

PremierDex 5 offers you a death benefit.

The PremierDex 5 Annuity provides a death benefit payable to your named beneficiary. If taken as annuity payments over at least five years, the annuity payments will be based on your contract's full accumulation value. If taken as a lump sum, the death benefit will equal the greater of the sum of premiums paid less any withdrawals or the cash surrender value (which is the accumulation value adjusted for a surrender charge and market value adjustment during the surrender charge period). The death benefit paid to a properly designated beneficiary (other than the estate) will pass without the costs and delays of probate.

Access your money sooner to help pay for nursing home care.¹

If you, as the contract owner, 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 contract year, you may take an accelerated distribution of your contract's accumulation value over a period as short as five years.

If you don't want your annuity proceeds to be a tax burden for your beneficiary, here's a solution.

The optional Death Benefit Rider¹ enables your 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 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 can offset a substantial portion – or all – of the federal income taxes due at the time of your death (state or local taxes may apply). Please note: A Death Benefit Rider charge, which varies by contract, will apply; benefit only applies to nonqualified contracts where owner/annuitant are the same.

¹ Benefits are not available in all states.

PremierDex 5 gives you the freedom to access your money in several ways.

Take free withdrawals.

You can take one free withdrawal of up to 10% of total premium paid every 12 months – without a surrender charge or market value adjustment – as long as:

- It occurs 12 months after the last premium is received
- No more than one withdrawal is taken within a 12-month period
- Total free withdrawals do not exceed 100% of premiums received

If, within 12 months of a free withdrawal, the contract is surrendered or annuitized, another withdrawal is taken, or additional premium is added, we will retroactively apply a surrender charge and market value adjustment (MVA) to that withdrawal. This could result in a loss of indexed interest and fixed interest and a partial loss of principal. Withdrawals will decrease the value of the contract and its death benefit.

A free withdrawal is eligible to receive partial indexed interest at the end of the contract year. Partial indexed interest is based on the annual indexed interest and the amount of time during that year before the free withdrawal was taken.

Take a contract loan.

A contract loan may be taken for up to 50% of the cash surrender value (maximum of \$50,000). The loan interest rate is 7.4% annually in advance. Loans are not available with IRA, SEP, or some other qualified plans. If you fully surrender your contract, unpaid loans will be subject to surrender charges and MVA.



Take required minimum distributions.

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

Surrender with lump-sum payout.

Walk away with your annuity’s full accumulation value at any time after 10 contract years. If you partially or fully surrender your contract before the 10th contract anniversary, the amount you receive will be reduced by a surrender charge and an MVA as shown in the charts on this page. A surrender charge and an MVA will also apply if you annuitize prior to the sixth contract year or if annuitization payments are taken over a period of fewer than 10 years. This could result in loss of indexed interest, fixed interest, and a partial loss of principal. The cash surrender value, however, will never be less than the guaranteed minimum value as described in your contract. A surrender charge and an MVA may also be applied upon death of the contract owner.

Note: the money you take out may be taxable.

Your contract values grow tax deferred. However, any distributions from your contract, including free withdrawals, partial withdrawals, loans, and required minimum distributions, may be taxable as ordinary income. If you are under age 59½ when a distribution is taken, the IRS may impose an additional 10% penalty tax.

Surrender charge percentages	
Start of contract year	Surrender charge %
1	15.00%
2	15.00%
3	15.00%
4	15.00%
5	12.86%
6	10.71%
7	8.57%
8	6.43%
9	4.29%
10	2.14%
11	0.00%

The surrender charge percentage will decrease by 0.1786% on each monthly anniversary beginning in contract year four. The surrender charge percentage on the last day of contract year 10 will be 0.1786%. On day one of contract year 11, it will be 0%.


Here’s how interest rate trends affect the market value adjustment (MVA).

If you partially or fully surrender your PremierDex 5 Annuity during the surrender charge period, it will be subject to an MVA. An MVA will also apply if you annuitize prior to the sixth contract year or if the annuity payments are taken over a period of less than 10 years.

In general, if the 10-year U.S. Treasury Constant Maturity Interest Rate at time of withdrawal is:	Then the MVA is:	Resulting in:
Less than when the premium was submitted	Greater than 1	Higher cash surrender value
Equal to when the premium was submitted	Equal to 1	No effect on cash surrender value
Greater than when the premium was submitted	Less than 1	Lower cash surrender value

An MVA is a calculation used to adjust the value of money withdrawn according to the interest rate environment at the time the withdrawal is taken. The MVA may increase or decrease your contract’s cash surrender value.

PremierDex 5 may be a smart way to achieve your retirement goals.



The PremierDex 5 Annuity offers a combination of insurance guarantees and benefits. It merits your careful consideration if:

- You would appreciate receiving an up-front bonus to help accumulate money for retirement.
- You wish to receive indexed interest based on potential gains in the S&P 500 or Nasdaq-100.[®]
- You want to protect your principal, bonus, fixed interest, and locked-in indexed interest if the market index declines.
- You want long-term tax deferral of retirement assets.
- You want flexible income options.
- You want a death benefit for your beneficiaries.

The PremierDex 5 Annuity: a powerful financial tool for principal protection along with potential growth.

Make it part of your retirement portfolio.
Call your financial professional today.

Our top priority is the safety of your money.

All contracts 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 contract owners 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 contract we issue. Foremost in our minds is the safety of the money you entrust to our care.

Allianz 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 the place to turn to help meet your retirement objectives.

Contracts are issued by Allianz Life Insurance Company of North America (form P58487 and state variations if applicable).

Agent name _____

License number _____

Availability of products, features, and services may vary by state.

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