



Social Security Explorer

Allianz Life Insurance Company of North America (Allianz)
Allianz Life Insurance Company of New York (Allianz Life® of NY)



Disclaimer

This tool demonstrates options for receiving your Social Security benefits. The results shown are hypothetical based on the information you provided and are not a guarantee of future benefit values or investment results. Contact your financial professional or the Social Security Administration for more information.

Social Security Explorer helps you become better informed prior to filing for your Social Security retirement benefits. It is not intended to provide an exact analysis, but it will help you determine the strategy and age you want to start your benefits. You will be able to explore different starting age combinations as well as different strategies that may be available. There are over 2,000 rules that may be applied. Although you may file for your retirement benefits on-line, some of the strategies illustrated in this report may require you to file in person.

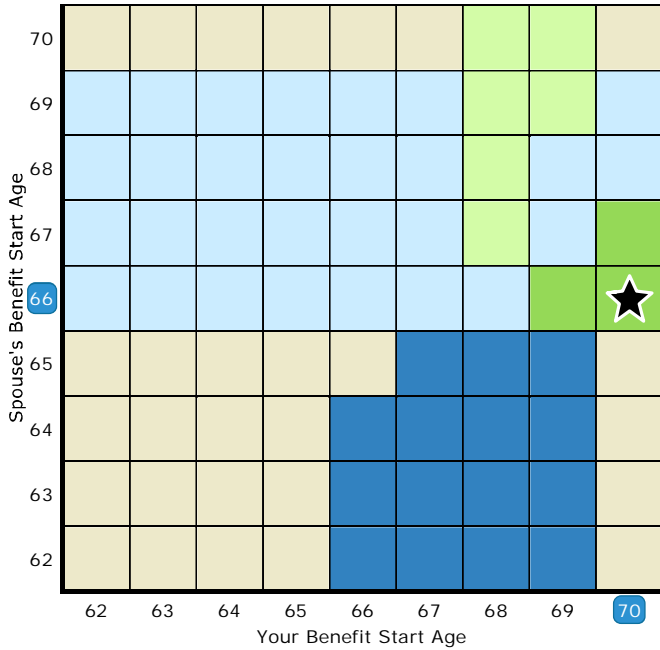
Social Security Explorer assumes that you stop work when you start your benefits. In some cases, your benefits will be reduced if you continue to work; however, any amounts withheld are repaid after you reach full retirement age. The cumulative benefits will be unchanged.

Your Social Security Administration office is an excellent source of any specific questions about your benefits. Their website can be extremely helpful. Social Security Explorer helps you frame your thoughts before filing. It shows strategies and age combinations that you might not have considered. It eliminates guessing or rules-of-thumb by calculating all possible combinations and illustrating the largest benefit.

U.S. Patent No. D688,687. U.S. Patent Pending. © 2012-2014 Impact Technologies Group, Inc. All Rights Reserved

Best Strategy by Age - Optimal Ages

Scenario 1



Colors represent best strategy for an age combination

	You	Spouse
Age	61	59
Monthly benefit at Full Retirement Age	\$2,420	\$1,350
Assume live to	88	90
Investment rate	0%	
Cost of living adjustment	2%	
Marital status	Married	

★ Ages for Maximum Benefits

You start benefits at age	70
Spouse starts benefits at age	66
Cumulative Lifetime Benefits	\$1,807,159

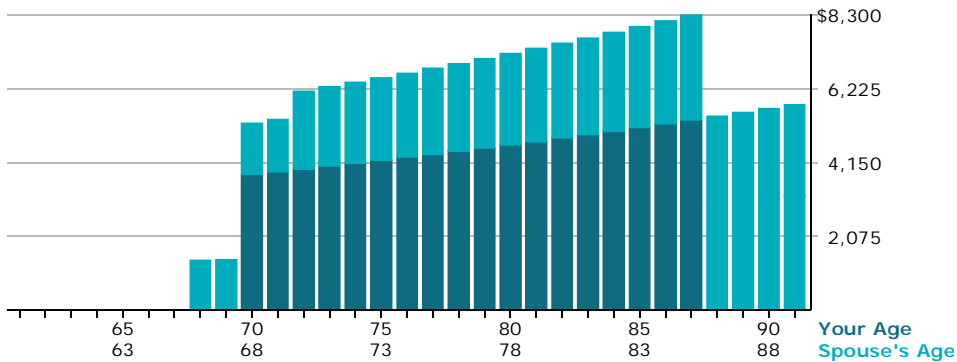
How to File

You Suspend, Spouse Files Restricted

- At your age 66 (Full Retirement Age), you file for your Social Security benefits and immediately suspend payments
- At your age 70, you start your own Social Security benefits with delayed credits
- At your spouse's age 66 and 2 months, your spouse files a restricted application for spousal benefits
- At your spouse's age 70, your spouse files for his or her Social Security with delayed credits

Monthly Benefits by Year

Assumes annual Cost of Living adjustments

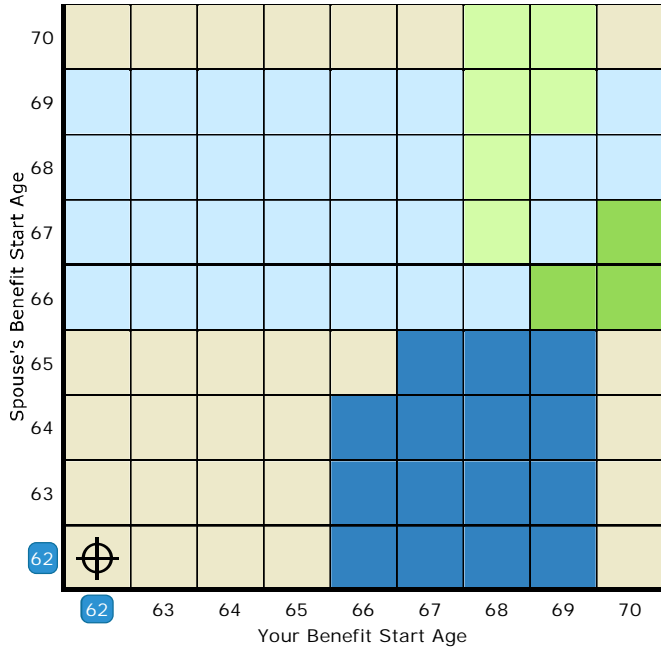


	You	Spouse
Age	61	59
Social Security start age	70	66
Monthly Benefit at Full Retirement Age	\$2,420	\$1,350
Assume live to	88	90
Investment rate	0%	
Cost of living adjustment	2%	
Marital Status	Married	

Ages	Your Benefit	Spouse's Benefit	Total	Cumulative Value of Benefits
61/59	0	0	0	0
62/60	0	0	0	0
63/61	0	0	0	0
64/62	0	0	0	0
65/63	0	0	0	0
66/64	0	0	0	0
67/65	0	0	0	0
68/66	0	13,899	13,899	13,899
69/67	0	17,012	17,012	30,911
70/68	45,811	17,353	63,164	94,075
71/69	46,727	17,700	64,427	158,502
72/70	47,662	26,320	73,982	232,484
73/71	48,615	26,847	75,462	307,946
74/72	49,588	27,384	76,972	384,918
75/73	50,579	27,931	78,510	463,428
76/74	51,591	28,490	80,081	543,509
77/75	52,623	29,060	81,683	625,192
78/76	53,675	29,641	83,316	708,508
79/77	54,749	30,234	84,983	793,491
80/78	55,844	30,839	86,683	880,174
81/79	56,961	31,455	88,416	968,590
82/80	58,100	32,084	90,184	1,058,774
83/81	59,262	32,726	91,988	1,150,762
84/82	60,447	33,381	93,828	1,244,590
85/83	61,656	34,048	95,704	1,340,294
86/84	62,889	34,729	97,618	1,437,912
87/85	64,147	35,424	99,571	1,537,483
88/86	0	65,430	65,430	1,602,913
89/87	0	66,738	66,738	1,669,651
90/88	0	68,073	68,073	1,737,724
91/89	0	69,435	69,435	1,807,159

Best Strategy by Age - Selected Ages

Scenario 2



■ You Suspend, Spouse Files	■ You File Restricted, Spouse Files	■ You Suspend, Spouse Files Restricted
■ Spouse Suspends, You File	■ Spouse Files Restricted, You File	■ Spouse Suspends, You File Restricted
■ File for Benefits	■ No benefits at this age	⊕ Summary at Selected Ages

Colors represent best strategy for an age combination

	You Spouse	
Age	61	59
Monthly benefit at Full Retirement Age	\$2,420	\$1,350
Assume live to	88	90
Investment rate	0%	
Cost of living adjustment	2%	
Marital status	Married	

⊕ Summary at Selected Ages

You start benefits at age	62
Spouse starts benefits at age	62
Cumulative Lifetime Benefits	\$1,304,457

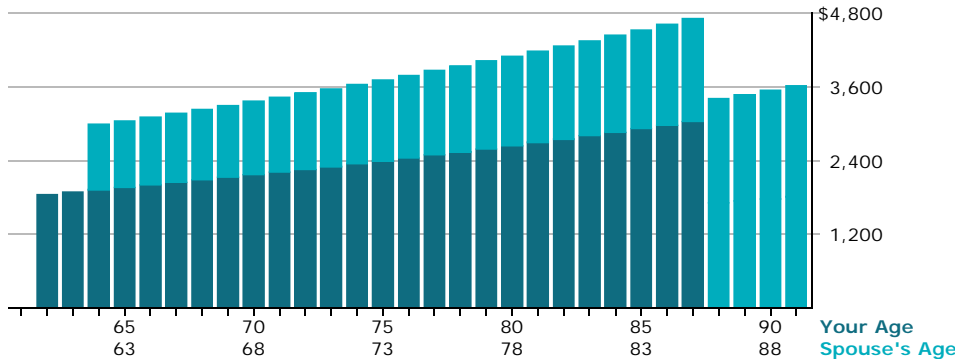
How to File

File for Benefits

- At your age 62, you file for your Social Security benefits
- At your spouse's age 62, your spouse files for his or her Social Security benefits

Monthly Benefits by Year

Assumes annual Cost of Living adjustments



	You	Spouse
Age	61	59
Social Security start age	62	62
Monthly Benefit at Full Retirement Age	\$2,420	\$1,350
Assume live to	88	90
Investment rate	0%	
Cost of living adjustment	2%	
Marital Status	Married	

Ages	Your Benefit	Spouse's Benefit	Total	Cumulative Value of Benefits
61/59	0	0	0	0
62/60	22,216	0	22,216	22,216
63/61	22,660	0	22,660	44,876
64/62	23,113	12,750	35,863	80,739
65/63	23,575	13,005	36,580	117,319
66/64	24,047	13,266	37,313	154,632
67/65	24,528	13,531	38,059	192,691
68/66	25,018	13,801	38,819	231,510
69/67	25,519	14,077	39,596	271,106
70/68	26,029	14,359	40,388	311,494
71/69	26,550	14,646	41,196	352,690
72/70	27,081	14,939	42,020	394,710
73/71	27,622	15,238	42,860	437,570
74/72	28,175	15,543	43,718	481,288
75/73	28,738	15,854	44,592	525,880
76/74	29,313	16,171	45,484	571,364
77/75	29,899	16,494	46,393	617,757
78/76	30,497	16,824	47,321	665,078
79/77	31,107	17,160	48,267	713,345
80/78	31,729	17,504	49,233	762,578
81/79	32,364	17,854	50,218	812,796
82/80	33,011	18,211	51,222	864,018
83/81	33,671	18,575	52,246	916,264
84/82	34,345	18,946	53,291	969,555
85/83	35,032	19,325	54,357	1,023,912
86/84	35,732	19,712	55,444	1,079,356
87/85	36,447	20,106	56,553	1,135,909
88/86	0	40,894	40,894	1,176,803
89/87	0	41,711	41,711	1,218,514
90/88	0	42,546	42,546	1,261,060
91/89	0	43,397	43,397	1,304,457

Comparison: Early vs. Late (File for Benefits)

Scenario 3

Age	61
Monthly benefit at Full Retirement Age	\$2,420
Assume live to	88
Investment rate	0%
Cost of living adjustment	2%
Marital Status	Married

Age	Annual Benefit Starting at 62	Annual Benefit Starting at 66	Annual Benefit Starting at 70	Cumulative Benefits Starting at 62	Cumulative Benefits Starting at 66	Cumulative Benefits Starting at 70
61	0	0	0	0	0	0
62	22,216	0	0	22,216	0	0
63	22,660	0	0	44,876	0	0
64	23,113	0	0	67,989	0	0
65	23,575	0	0	91,564	0	0
66	24,047	32,063	0	115,611	32,063	0
67	24,528	32,704	0	140,139	64,767	0
68	25,018	33,358	0	165,157	98,125	0
69	25,519	34,025	0	190,676	132,150	0
70	26,029	34,705	45,811	216,705	166,855	45,811
71	26,550	35,400	46,727	243,255	202,255	92,538
72	27,081	36,108	47,662	270,336	238,363	140,200
73	27,622	36,830	48,615	297,958	275,193	188,815
74	28,175	37,566	49,588	326,133	312,759	238,403
75	28,738	38,318	50,579	354,871	351,077	288,982
76	29,313	39,084	51,591	384,184	390,161	340,573
77	29,899	39,866	52,623	414,083	430,027	393,196
78	30,497	40,663	53,675	444,580	470,690	446,871
79	31,107	41,476	54,749	475,687	512,166	501,620
80	31,729	42,306	55,844	507,416	554,472	557,464
81	32,364	43,152	56,961	539,780	597,624	614,425
82	33,011	44,015	58,100	572,791	641,639	672,525
83	33,671	44,895	59,262	606,462	686,534	731,787
84	34,345	45,793	60,447	640,807	732,327	792,234
85	35,032	46,709	61,656	675,839	779,036	853,890
86	35,732	47,643	62,889	711,571	826,679	916,779
87	36,447	48,596	64,147	748,018	875,275	980,926

	You	Spouse
Age	61	59
Social Security start age	62	62
Monthly Benefit at Full Retirement Age	\$2,420	\$1,350
Assume live to	88	90
Cost of living adjustment	2%	
Marginal income tax rate	15%	
Modified adjusted gross income	\$55,000	
Marital Status	Married	

Ages	Your Benefit	Spouse's Benefit	Total	Income Tax	Total After Tax
61/59	0	0	0	0	0
62/60	22,216	0	22,216	2,833	19,383
63/61	22,660	0	22,660	2,889	19,771
64/62	23,113	12,750	35,863	4,573	31,290
65/63	23,575	13,005	36,580	4,664	31,916
66/64	24,047	13,266	37,313	4,757	32,556
67/65	24,528	13,531	38,059	4,853	33,206
68/66	25,018	13,801	38,819	4,949	33,870
69/67	25,519	14,077	39,596	5,048	34,548
70/68	26,029	14,359	40,388	5,149	35,239
71/69	26,550	14,646	41,196	5,252	35,944
72/70	27,081	14,939	42,020	5,358	36,662
73/71	27,622	15,238	42,860	5,465	37,395
74/72	28,175	15,543	43,718	5,574	38,144
75/73	28,738	15,854	44,592	5,685	38,907
76/74	29,313	16,171	45,484	5,799	39,685
77/75	29,899	16,494	46,393	5,915	40,478
78/76	30,497	16,824	47,321	6,033	41,288
79/77	31,107	17,160	48,267	6,154	42,113
80/78	31,729	17,504	49,233	6,277	42,956
81/79	32,364	17,854	50,218	6,403	43,815
82/80	33,011	18,211	51,222	6,531	44,691
83/81	33,671	18,575	52,246	6,661	45,585
84/82	34,345	18,946	53,291	6,795	46,496
85/83	35,032	19,325	54,357	6,931	47,426
86/84	35,732	19,712	55,444	7,069	48,375
87/85	36,447	20,106	56,553	7,211	49,342
88/86	0	40,894	40,894	5,214	35,680
89/87	0	41,711	41,711	5,318	36,393
90/88	0	42,546	42,546	5,425	37,121
91/89	0	43,397	43,397	5,533	37,864

Social Security Explorer Tool terminology and definitions

Marital Status

- **Married:** Currently married under federal definition of marriage. Applicable spousal benefits and survivor benefits have been included.
- **Widowed:** Currently not married under federal definition of marriage. Survivor benefits have been considered throughout the tool.
- **Divorced:** If you were married for at least 10 years before divorce, you may receive spousal benefits based on an ex-spouse's benefit. It does not have to be the most recent ex-spouse, but your marriage must have lasted ten years. You also must be unmarried, age 62 or older, and your own benefit must be less than the spousal benefit. Claiming this benefit will in no way affect your ex-spouse's benefits.
- **Single:** Currently not married under federal definition of marriage (*or were married for less than 10 years before divorce*). Benefits will only consider your earning record.

Monthly benefit at Full Retirement Age from your Social Security Statement

The monthly value on the printed Social Security statement or from the on-line statement is the monthly value shown in today's dollars. Social Security Explorer has automatically applied the cost-of-living adjustment for you.

Investment rate/Discount rate

An investment rate of return of 0% should be used if the plans are to use Social Security benefits for income needs, as there will be no funds to invest. If you wish to take the time value of money into consideration, select an investment rate/discount rate greater than 0%.

When an investment rate is not used, "Cumulative Lifetime Benefits" are shown; when an investment rate is shown, "Future Value of Benefits" reflects the growth of benefits received and invested.

If there is not an inherent need for Social Security benefits to provide income, an assumed rate of return other than 0% can be used to calculate investing the benefits instead of spending the benefit.

Please note that in order to provide a recommendation about the investment rate of a securities product, the financial professional must hold the proper securities registration and be currently affiliated with a broker/dealer or registered as an investment advisor.

Cost of Living Adjustment

Social Security Administration determines if a cost-of-living adjustment is made, and if so, how much. Typically, benefits have increased by 2.5% to 3.0% in the past. Using 0% will show basic benefits without any adjustments for inflation. More information can be found at www.socialsecurity.gov/cola.

Modified Adjusted Gross Income

Modified adjusted gross income (MAGI) is generally defined as all of your taxable income, plus certain net foreign income, minus allowed deductions. MAGI may include income such as taxable pensions, wages, interest, dividends, and other taxable income plus tax-exempt interest income (such as interest on municipal bonds) and any exclusion from income, such as interest from US savings bonds. See Internal Revenue Code 86b(2) or Internal Revenue Service Publication 915 for more information.

Government Pension Offset (GPO)

The GPO provision can affect individuals who have earned a pension from work not covered by Social Security (usually government employees), and is referred to as a Non-Covered Pension Amount. The GPO provision may reduce some or all of the spousal benefits you are otherwise entitled to receive. Social Security benefits will be reduced by two-thirds of the government pension. Also, the GPO does not reduce benefits based on your work record covered by Social Security. Social Security Explorer will estimate the GPO when a non-covered pension income is entered.

Windfall Elimination Provision (WEP)

Those individuals entitled to a monthly pension from work not covered by Social Security, but who also qualify for Social Security benefits through other work, may have their Social Security benefits reduced by WEP. The reduction in benefits, if any, is based on the years and earnings covered by Social Security. The maximum offset is no more than one-half the amount of the pension from work not covered by Social Security. Since each year worked up to starting retirement may affect benefits, the Social Security Administration does not include this reduction in your Social Security statement. It is calculated when you actually file for benefits. Social Security Explorer will estimate your WEP offset when a non-covered pension income is entered.

Best Strategy

Best Strategy is based on the largest total of all benefits (cumulative lifetime benefits).

Strategies to Maximize Benefits

Strategies to Maximize Benefits projects all possible calculations for the strategy selected.

- **Best Strategy by Age** shows the strategy with the highest projected cumulative lifetime benefits value, with or without an option to show future value at a selected investment.
- **Basic Benefit Calculation** indicates values for basic benefits, without any special filings. Calculations show annual projected benefits for you and your spouse (if any), the projected total, and the projected cumulative total for each year.
- **Comparison: Early vs. Late** displays the differences between early projected benefits at age 62, projected benefits at full retirement age (FRA), and projected benefits at delayed or late benefits at age 70.
- **Taxation of Social Security Benefits** will show how, if you have other income, a portion of Social Security benefits may be subject to income taxes. If you have income above certain thresholds, you may pay a federal income tax on 50% or up to 85% of your Social Security benefits. This is based on your Combined Income, which is your adjusted gross income, plus nontaxable interest, plus one-half of your Social Security benefits.
- **Optional Strategies**, similar to Basic Benefit options, indicates if any optional strategies were selected.

Financial professionals are able to provide information but not guidance or advice related to Social Security benefits. Clients should seek guidance from the Social Security Administration regarding their particular situation. Financial Professionals may be able to identify potential retirement income gaps and may introduce insurance products, like an annuity, as a potential solution. Social Security payout rates can and will change at the sole discretion of the Social Security Administration.

This material is designed to provide general information on the subjects covered. Pursuant to IRS Circular 230, it is not, however, intended to provide specific legal or tax advice and cannot be used to avoid tax penalties or to promote, market or recommend any tax plan or arrangement. Please note that the Allianz companies, their affiliates, representatives or employees do not give tax or legal advice. You are encouraged to consult your tax advisor or attorney concerning your own situation.

The results represented in this tool are provided by Impact Technologies Group, Inc. and are deemed reliable but are not guaranteed.

• Not FDIC insured • May lose value • No bank or credit union guarantee • Not a deposit • Not insured by any federal government agency or NCUA/NCUSIF

The Allianz companies issue life insurance and annuity products in the US. Outside of New York, these are issued by Allianz Life Insurance Company of North America, and in New York by Allianz Life Insurance Company of New York, New York City, NY. Variable products are distributed by their affiliate, Allianz Life Financial Services, LLC, Member FINRA, 5701 Golden Hills Drive, Minneapolis, MN 55416-1297. Only Allianz Life Insurance Company of New York is authorized to offer products in the state of New York. Life insurance and annuity guarantees are backed by the financial strength and claims-paying ability of the issuing company, and for variable products, do not apply to the performance of the variable subaccounts, which will fluctuate with market conditions. The Allianz companies and Impact Technologies, are not affiliated companies.