

Annuity Retirement Portfolio

\$500,000 Traditional fixed annuity -- TIAA.com -- 8 November 2020

Years	Withdrawal
1	\$ 26,928
2	\$ 26,928
3	\$ 26,928
4	\$ 26,928
5	\$ 26,928
6	\$ 26,928
7	\$ 26,928
8	\$ 26,928
9	\$ 26,928
10	\$ 26,928
11	\$ 26,928
12	\$ 26,928
13	\$ 26,928
14	\$ 26,928
15	\$ 26,928
16	\$ 26,928
17	\$ 26,928
18	\$ 26,928
19	\$ 26,928
20	\$ 26,928
21	\$ 26,928
22	\$ 26,928
23	\$ 26,928
24	\$ 26,928
25	\$ 26,928
	\$ 673,200 Total withdrawals

When you purchase the annuity, the \$500,000 goes to the insurance company so there is no longer any remaining balance. You receive the \$26,928 for the rest of your life. The lifetime guarantee of an annuity sounds tempting but what you are actually doing is locking in a horrible return for the rest of your life.