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All these years you have given your heart and soul to work with dedication and honesty at your work place. Now, you are restless to lead a life of rest and repose. So, you must be looking for some lucrative financial scheme that can keep your future safe and secured. Well, you must be aware of the prevalent pension policies that have been designed for retirees. As a matter of fact, pensions are not really profitable owing to their low interest rates which can consequently prove fruitless in making retirees lead a secured future. So, why donâ€™t you go for a tax-deferred annuity policy and make considerable savings?

Do you know what an annuity is? It refers to an investment product sold only by insurance agencies to annuitants. The investor here is required to make either a lump sum amount in the form of premium or make periodic payments right into the account. So, it can be rightly said that an annuity is nothing but a retirement savings account. Tax deferred annuity plans are supplemental plans that are regulated by the IRS or Internal Revenue Service.

Also known as Tax-sheltered annuity, tax deferred annuity plans are also offered by government organizations, public schools as well as certain tax-exempt agencies. Through salary reductions, an employee elects deferrals and are even entitled to non-elective contributions of the employer. Even if the employment ends, the employers must allow employees to get going with the annuity.

One of the biggest advantages of a tax-deferred annuity is that the applicant can involve a beneficiary in the contract. Once the annuity owner dies, the cash preserved in the annuitantâ€™s account gets transferred to the beneficiaryâ€™s name. In fact, the annuitant can always include the name of his spouse as the beneficiary in the contract. In fact, if you draw the amount all at once, you will have to pay taxes then and there. So, itâ€™s advisable for all tax deferred annuity holder to wait till the amount matures.

Fixed annuities are also considered profitable for individuals who are about to take retirement. Whatâ€™s best about these annuity policies is that they provide a fixed rate of interest which remains same throughout the contract. This is indeed a beneficial policy in comparison to variable annuities whose rates of interest fluctuate as per the market conditions. A fixed annuity assures that you will keep receiving the same amount till the contract comes to an end. If you wish, you can always take tips and suggestions from financial experts dealing with tax-deferred and fixed annuities.

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Robert Cook is a Financial consultant who has good information on a tax deferred annuity and a Fixed annuities For more information he recommends you to visit a www.immediateannuities.com/

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