



At-a-glance

RiverSource® RAVA 5 Access variable annuity

Inherited nonqualified stretch

Exclusively for beneficiaries
of nonqualified annuities

Issued by RiverSource Life Insurance Company and in New York, by RiverSource Life Insurance Co. of New York.

As a beneficiary of a nonqualified annuity, you have flexible options to choose from when that legacy is passed on to you. Your Ameriprise Financial advisor can help you determine which option may be right for you, based on your unique needs and circumstances.

Why consider an inherited nonqualified stretch annuity?

One option to consider is exchanging the annuity you inherited for a new *RiverSource RAVA 5 Access* variable annuity that’s been specifically designed as an **inherited nonqualified stretch annuity**. With this tax-efficient option, you receive annual distributions from your annuity until the money runs out — **spreading out your taxes** over many years rather than paying it all at once. The amount of the annual distribution is based on your life expectancy. And if you want to make more withdrawals, the annuity gives you that flexibility without any surrender charges. You also get to take advantage of the growth potential of the markets by choosing from more than 120 well-diversified investment options.

Comparing your options

Consider the features and benefits of purchasing an inherited nonqualified stretch annuity vs. receiving all the money at once:

	Features
“Inherited nonqualified stretch” with a RAVA 5 Access variable annuity	Spread out your taxes by taking annual required distributions ¹ until the money runs out.
	Invest according to your goals from more than 120 well-diversified funds from recognized and respected fund managers.
	You have the flexibility to withdraw more than the required distribution amount without any surrender charges.
	Any earnings are distributed to you first and are taxable in the year you receive them.
	In the event of your death, your beneficiary may choose to receive any remaining annual distributions.
Receive all the money at once	You receive the entire benefit amount all at once and can invest or spend it as you wish.
	You are taxed on the entire amount of earnings all at that time.

¹ Required distributions for inherited nonqualified stretch annuities are not the same as Required Minimum Distributions (RMD) that are required for certain IRAs and retirement plans. Amounts distributed from inherited nonqualified stretch annuities cannot be used to meet the RMD requirement for any IRA or retirement plan you may own.

VARIABLE ANNUITIES
ARE NOT A DEPOSIT • ARE NOT FDIC INSURED • ARE NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY • ARE NOT BANK, CREDIT UNION OR SAVINGS & LOAN GUARANTEED • MAY LOSE VALUE

How does it work? Let's take a look at a hypothetical example.

Richard owns a nonqualified annuity
Original amount invested: \$100,000
Value at death: \$250,000

When Richard passes away, his daughter, Margaret, has two options as beneficiary:

1. Inherited nonqualified stretch annuity	OR	2. Lump sum option
<ul style="list-style-type: none">• \$250,000 death benefit.• Margaret does a tax-free exchange into a RAVA 5 Access inherited nonqualified stretch annuity.• Margaret is age 55 and has a life expectancy of 29.6 years. Each year she will receive a required distribution from the annuity based on this life expectancy.		<ul style="list-style-type: none">• \$250,000 death benefit• \$150,000 is earnings and taxable the year she receives the benefit.• After taxes are paid, it leaves Margaret \$208,000.²
<ul style="list-style-type: none">• In year one, Margaret receives a required distribution in the amount of \$6,419 after taxes (assuming a 24% tax rate). This amount is all earnings and is fully taxable.• Based on 5% annual rate of return, after 10 years, she would receive \$73,586 in total required distributions after taxes and her contract value is \$222,473. If she surrendered the contract fully at this time she would receive \$193,029 after taxes.		<ul style="list-style-type: none">• Margaret invests \$208,000 in a taxable investment and pays taxes each year at a 24% rate.• Margaret takes a withdrawal from the taxable investment annually for 10 years.• Based on a 5% annual rate of return, after 10 years, she received \$73,586 in withdrawals—the same amount received in the inherited nonqualified stretch example. At that time, the value of her taxable investment would be \$177,581 after taxes.
<ul style="list-style-type: none">• Margaret would receive the same amount in after tax income in both options. However, the contract value of the inherited nonqualified stretch annuity is higher due to it being tax deferred. This option leaves her with more money and the potential to grow more.		

² Earnings on the lump sum are taxed as ordinary income. Half of earnings was taxed at an assumed rate of 24% and half was taxed at an assumed rate of 32%.

Assumptions: This is a hypothetical example used for illustrative purposes and designed to show the power of tax deferral. There is no guarantee that investment objectives will be satisfied or that return expectations will be met. The lump sum option reflects a 2.00% annual investment fee. If this investment had a 0% annual rate of return after 10 years, the value would be \$117,504 after taxes. The total gross distribution amount under the stretch annuity option assumes required distributions only, 0.95% annual M&E fee and 1.05% fund fee. It does not include any optional death benefit rider fees. If the annuity had a 0% rate of return after 10 years, she would receive \$58,710 after taxes with a remaining contract value of \$135,259.

Your Investment Options

The RAVA 5 Access annuity offers more than 120 funds to choose from, managed by some of today's top fund managers. You'll find everything from blue-chip domestic funds to international small-company funds to alternatives.

Your Ameriprise financial advisor can work with you to design a customized annuity portfolio, based on your investment objectives and risk tolerance.



Diversification does not assure a profit or protect against loss.

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RiverSource RAVA 5 Access variable annuity details

RiverSource is required to send you a distribution each year from your new *RAVA 5 Access* variable annuity. The first required distribution must be made by the first anniversary of the date of death. Therefore, to allow enough time to send you the required distribution, we recommend you choose the inherited nonqualified stretch annuity option within 10 months of the date of death and with a minimum initial purchase payment of \$10,000. All funds must be transferred from the original nonqualified annuity and any additional payments will not be allowed after the first required distribution. Maximum issue age is 90. Non-natural ownership (i.e., trust or corporation) and ownership by a minor are not allowed.

Fees and expenses

Mortality & Expense (M&E) fee: 0.95%

Subaccount management fees: vary by fund and do not apply to the SDCA fixed account.

Contract administrative charge: \$50 deducted from contract value on contract anniversary; waived on contract values of \$50,000 or more. Assessed at time of full surrender regardless of contract value.

Protections for your beneficiaries

If you are age 80 or younger when you purchase your RiverSource annuity, your standard death benefit includes a Return of Purchase Payments (ROPP) feature at no extra cost. This benefit guarantees that your beneficiaries will receive at least what you invested, adjusted proportionately for any withdrawals. And if your contract value exceeds your ROPP value at your death, your beneficiaries can choose to receive the contract value as a lump sum or receive any remaining annual distributions.³

If you are age 81 or older when you purchase your contract, your contract value is the death benefit with the option to purchase the ROPP feature for an additional fee of 0.35%.

³ After deducting a proportional fee for any optional riders (if applicable).

The guarantees offered by RiverSource annuities are backed by the strength and soundness of RiverSource Life Insurance Company, and in New York by RiverSource Life Insurance Co. of New York, and are subject to their claims-paying ability. These guarantees do not apply to the investments in the annuity, which will vary with market conditions.

RiverSource RAVA 5 Access variable annuity details (continued)

Required distributions

IRS rules require you to take a distribution each year from your RAVA 5 Access inherited nonqualified stretch annuity. The amount of the required distribution will be based on your life expectancy. RiverSource will calculate the amount of this required distribution and automatically distribute it to you on December 20 each year. The first annual distribution will generally process either seven calendar days prior to the first anniversary of the date of death or on December 20, whichever occurs first. For all subsequent years, the distribution will process on December 20. If December 20 falls on a weekend, the distribution will process on the next business day. If you've already taken withdrawals from your annuity in the current calendar year, the amount of this automated distribution will adjust accordingly or won't be distributed depending on how much you've already withdrawn.

Below is a sample of first year required distribution amounts at different beneficiary ages, assuming a \$100,000 RAVA 5 Access annuity contract.

Age	Life Expectancy Factor	% of Contract	First Required Distribution Amount
30	55.3	1.81%	\$1,808.00
40	45.7	2.19%	\$2,188.00
50	36.2	2.76%	\$2,762.00
60	27.1	3.69%	\$3,690.00
70	18.8	5.32%	\$5,319.00
80	11.2	8.93%	\$8,929.00
90	5.7	17.54%	\$17,544.00

Required distributions for inherited nonqualified stretch annuities are **not the same** as Required Minimum Distributions (RMD) that are required for certain IRAs and retirement plans. Amounts distributed from inherited nonqualified stretch annuities **cannot be used** to meet the RMD requirement for any IRA or retirement plan you may own.

Required distributions from your RAVA 5 Access inherited nonqualified stretch annuity will be automatically distributed each year as long as your contract has a positive balance.

With a RAVA 5 Access variable annuity you have complete access to your entire contract value and can withdraw as much as you want without a surrender charge.

Maximizing what you leave behind

In addition to the beneficiary protection provided by the standard death benefit, you may have a goal to maximize what you leave behind. With a RAVA 5 Access variable annuity, you can choose from the following optional death benefits, available for an additional fee. Keep in mind, as you receive your required distributions from your RAVA 5 Access annuity, the value of any death benefit is adjusted proportionately.

Optional Death Benefits

Maximum Anniversary Value (MAV)	<p>This benefit provides your beneficiary the greater of:</p> <ul style="list-style-type: none">• The Maximum Anniversary Value through age 80• Total purchase payments, or• The contract value <p>Availability: Age 79 or younger</p> <p>Fee: 0.25% added to your M&E fee</p> <p>The value is adjusted proportionately by withdrawals, including the required distribution.</p>
Maximum 5-Year Anniversary Value (MAV5)	<p>This benefit provides your beneficiary the greater of:</p> <ul style="list-style-type: none">• The highest fifth Maximum Anniversary Value through age 80• Total purchase payments, or• The contract value <p>Availability: Age 75 or younger</p> <p>Fee: 0.10% added to your M&E fee</p> <p>The value is adjusted proportionately by withdrawals, including the required distribution.</p>
Enhanced Legacy® benefit	<p>This benefit provides your beneficiary the greater of:</p> <ul style="list-style-type: none">• The Maximum Anniversary Value through age 85• 5% annual compounded growth through age 80• Total purchase payments, or• The contract value <p>Availability: Age 75 or younger. Investing from all nine Portfolio Stabilizer funds and four Portfolio Navigator funds (Conservative, Moderately Conservative, Moderate, Moderately Aggressive) is required.. Not available in New York.</p> <p>Fee: Through age 85, 1.00% of anniversary value or guaranteed death benefit amount, whichever is greater. After age 85, 1.00% of guaranteed death benefit amount.</p> <p>The value is adjusted proportionately by withdrawals, including the required distribution.</p>
Benefit Protector® rider	<p>Pays an additional death benefit of up to 40% of earnings in the contract (25% if age 70-75 at issue).</p> <p>Availability: Age 75 or younger. Cannot be combined with the <i>Enhanced Legacy</i> benefit. May be combined with the MAV benefit. Not available in New York.</p> <p>Fee: 0.25% of contract anniversary value annually</p>

The company you choose matters

When you choose RiverSource Life Insurance Company (RiverSource Life), you want to be confident we'll be here for you today — and tomorrow. RiverSource Life was founded in 1957, and we trace our roots to 1894. For decades, we've been honoring our commitments to help clients grow their assets, manage their income and protect what matters most.

To view our current ratings, visit [strengthandsoundness.com](https://www.strengthandsoundness.com).

Variable annuities are insurance products that are complex long-term investment vehicles that are subject to market risk, including the potential loss of principal invested. Before you invest, be sure to ask your financial professional about the variable annuity's features, benefits, risks and fees, and whether the variable annuity is appropriate for you, based on your financial situation and objectives.

A variable annuity subaccount may have a name, portfolio manager, objectives, strategies and characteristics that are the same or substantially similar to those of a publicly traded retail mutual fund. Despite these similarities, the variable annuity subaccount is not the same as any publicly traded retail mutual fund. Each underlying fund that a subaccount invests has its own unique portfolio holdings, fees operating expenses and operating results. The results of each variable annuity fund may differ significantly from any publicly traded fund.

RiverSource cannot guarantee future financial results, and there is no assurance that an annuity or optional rider will keep up with inflation.

Important tax information

Inherited nonqualified stretch annuities are funded with death benefit proceeds from a nonqualified annuity contract through a tax-free 1035 exchange. For inherited nonqualified stretch annuities, any earnings are withdrawn first and are taxed as a death distribution. In years that taxable earnings are withdrawn, we'll send an IRS Form 1099-R (Distributions From Pensions, Annuities, Retirement or Profit-Sharing Plans, IRAs, Insurance Contracts, etc.) that shows the total annuity distributions and the taxable portion.

You should consider the investment objectives, risks, charges and expenses of the variable annuity and its underlying investment options carefully before investing. For a free copy of the annuity's prospectus and underlying investment's prospectus, which contains this and other information about variable annuities, call 1-800-333-3437. Read the prospectuses carefully before you invest.

National current RAVA 5 contract and rider numbers: RAVA 5 Access ICC12 411382, 411382 and state variations. New York current RAVA 5 Access contract number: 411382-NY2. ROPP 411277, MAV 411278, MAV5 411291, BP 411281, ELB ICC15 111687, 111687 and state variations.

This information is for a general audience and is not intended to address individual financial situations or needs. RiverSource Life Insurance Company does not provide investment advice.

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