
Lincoln Financial's new VA income rider offers rich benefits—with a catch

By Editorial Staff *Thu, Jun 1, 2017*

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Lincoln Financial Group has launched a new variable annuity living benefit that offers investors a six percent annual increase in the income base that stacks on top of prior account value lock-ins, and a maximum equity allocation of as much as 80%, Lincoln Financial announced this week.

The name of the new rider is Lincoln Max 6 SelectAdvantage. It is available on Lincoln Financial variable annuities for an additional cost. The rider offers an initial income withdrawal rate of 6% at age 65 for single life (5.5% for joint life). If the account value goes to zero, however, the lifetime income amount will drop to three percent of the benefit base.

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The annual rider fee is 1.25% above standard contract expenses, or 1.50% for joint life (to a maximum annual charge is 2.25% single life or 2.45% joint life). Investment requirements apply. As the Income Base increases, the cost will increase proportionately.

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