

PROVIDING STABILITY DURING UNCERTAIN MARKETS

The turmoil in the financial markets makes it even more important to seek stability when looking at settlement options. Structured settlements can offer security that is unique in the marketplace.

Stability of Income

- Structured-settlement annuities provide safety through protected payments, regardless of market performance.
- Structured settlements are calculated to provide a protected, steady stream of payments based on a portion of the settlement amount, the current rate of return, and the payment schedule chosen.
- No matter how volatile the financial markets may be, the claimant will be able to plan for his or her needs based on predictable, long-term income.
- State insurance commissioners regulate the insurers.

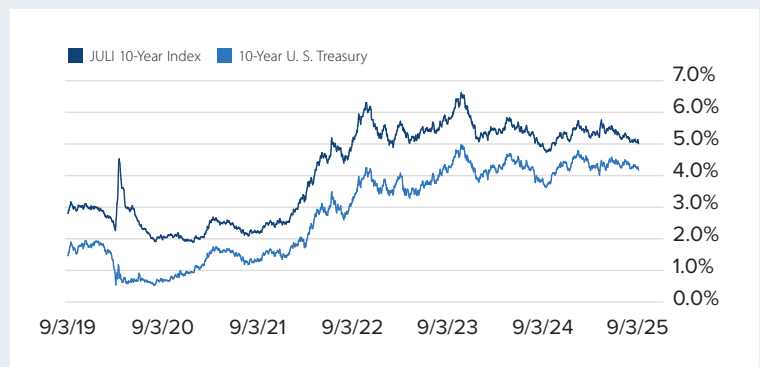
Tax-Free¹ Growth and Flexibility

- The income from a structured settlement is completely free of any income taxes.
- Structured-settlement payments include growth above the original settlement amount. In addition, other riders can provide a cost-of-living adjustment or an indexed return to help offset inflation.

The Assets Behind the Plans

Corporate investment-grade bond yields typically earn a modest “spread” above treasury yields. This graph shows the spread between the 10-year treasury yield and the 10-year JPMorgan US Liquid Index (JULI) over the previous six months. This spread can change over time but allows for more investment earnings to support the rate of return in the annuity.

Source: Bloomberg, (September, 2025).



Investment-grade bonds are the main asset that insurance companies purchase to back structured-settlement annuities. When there is uncertainty in the market, structured-settlement annuities continue to make payments and provide injured parties and their dependents the ability to receive protected income to meet their financial needs.

For claimants who want to protect their futures, a structured-settlement annuity provides stability, growth, and income-tax benefits that cannot be matched.

¹Excludable from gross income under Internal Revenue Code (IRC) Section 104(a)(1) or (2).

Insurance products can be issued in all states, except New York, by Pacific Life Insurance Company and in all states by Pacific Life & Annuity Company. Product/material availability and features may vary by state.

**For more information, contact your structured settlement consultant
or visit our website.**

PacificLifeStructures.com

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Contract Form Series: ICC11:10-1213, 10-1213, 25-21694NY, 30-2500 50-A, 30-2501 50-B

Rider Series: ICC11:20-1214, 20-1214, 25-21696NY[, ICC25 20-1290, ICC25 20-1290-RS]

State variations to contract form series and rider series may apply.