

iA Financial Announces 2023 SRDA Guaranteed Interest Rate

2023 SRDA GUARANTEED RATE

iA Financial (iA) policies invested in the Smoothed Return Diversified Account (SRDA) will earn a guaranteed SRDA interest rate of **3.40% in 2023**, down from 3.50% in 2022.

The 3.4% SRDA rate in 2023 is a guaranteed tax deferred interest rate that becomes entirely tax free when paid out as a tax-free death benefit.

The management fee reduction of 0.25% is extended for another year, resulting in a management fee of 1.00% for 2023.

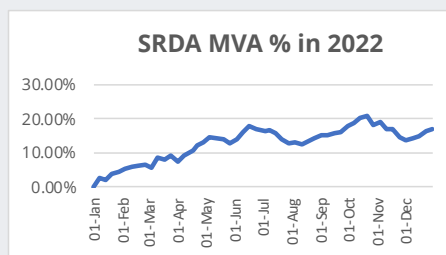
The actual return of the SRDA Fund for 2022 has yet to be announced.

MARKET VALUE ADJUSTMENT

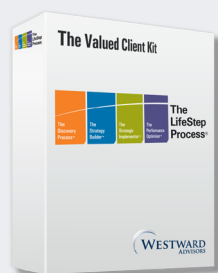
The market value adjustment (MVA) % applicable to the SRDA represents the % by which the market value of the underlying SRDA Fund is short of the total SRDA policy account values on that date.

The MVA % at any given time is charged against a withdrawal from the SRDA but does not apply to a death benefit or to withdrawals used to pay insurance charges.

The MVA % started the year at 0%, peaked at 20.688% on October 21, 2022, and finished the year at 16.859%.



For more information, clients can contact their Account Manager or Wayne Stone at waynes@westwardadvisors.com.



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iA FINANCIAL SRDA ACCOUNT AND FUND¹

The SRDA is an investment account option in certain iA universal life insurance policies. Policy funds invested in the SRDA are managed on a discretionary basis by iA in an underlying portfolio (the "SRDA Fund").

The SRDA Fund was established in May 2021. The investment objective is to optimize the asset allocation to provide attractive long-term return potential while minimizing risks through an actively managed approach to investment diversification.

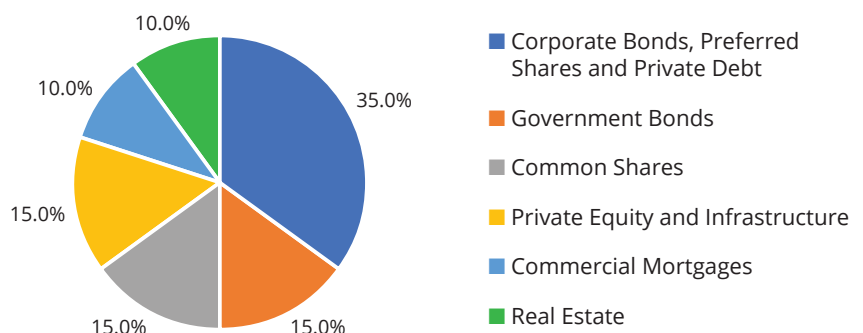
The SRDA interest rate is declared by iA prior to each calendar year and guaranteed for the calendar year. The rate cannot be less than 0% and iA says the rate should never vary more than 0.5% from one year to the next.

The annual SRDA interest rate is set based on the actual returns of the SRDA Fund to which iA applies a smoothing formula. This formula amortizes major fluctuations in returns (positive and negative).

The historical performance of the SRDA Fund and the SRDA policy rate is as follows:

YEAR	SRDA FUND RETURNS			POLICY RATE
	Gross	Fee	Net	
2021 (7 months)	5.22%	1.00%	4.22%	3.50%
2022	TBA	1.00%	TBA	3.50%
2023		1.00%		3.40%

The SRDA Fund's target asset allocation mix is as follows:



¹ - The SRDA Fund description is extracted from iA's May 2021 publication F95-75A(21-05), Smoothed Return Diversified Account (SRDA). The gross return for 2021 was provided by iA.

