

AIG VALIC

For half a century, AIG VALIC has specialized in providing tax-qualified retirement programs, and today is the **third-largest** retirement plan provider to employees of major colleges and universities across the nation. We manage long-term investment programs for more than 28,000 organizations nationwide. Our trusted and experienced financial advisors provide the highest level of personal, face-to-face service.

Plan Highlights

Your retirement plan with AIG VALIC offers the advantages of pretax contributions and tax-deferred growth. It is a great way to accumulate money for your future. We offer plan participants annuity and mutual fund options in addition to a self-directed brokerage account. University of Texas System plan participants also have access to Guided Portfolio Services,SM a pioneering retirement planning and asset management program offering expert third-party investment advice from Ibbotson Associates. Guided Portfolio Services (GPS) is a service-oriented program that will:

- Help you establish retirement goals based on your personal situation
- Recommend exactly which funds to buy
- Guide you as to how much you need to invest
- Demonstrate the probability of meeting your retirement goal

With GPS, it's easy to get a cost-effective and diversified investment offering, overseen and implemented by industry experts. Bear in mind that investment values for both annuities and mutual funds will fluctuate; when redeemed, they might be worth more or less than the original value.

Exceptional client service

- Personal, face-to-face service at your convenience from a local salaried VALIC financial advisor who knows you
- State-of-the-art portfolio optimizers that take a complex process and turn it into an easy-to-understand, step-by-step process
- Annual review to make sure your retirement savings plan is on track to meet your goals
- Ongoing financial education through on-site seminars or at AIG VALIC's Financial Planning and Education Center

The Schwab *Personal Choice Retirement Account*[®] (PCRA)

A self-directed brokerage account, the PCRA provides access to more than 2,500 mutual funds, including 1,200 funds with no loads and no transaction fees, from well-known and respected providers. It is generally used by experienced investors to diversify over a larger group of investments and to direct a more aggressive investment strategy. **A prospectus(es) containing more complete information, including management fees, charges and expenses, is available from Schwab (1-800-435-4000). Please read the prospectus(es) carefully before investing.**

Access to your funds

AIG VALIC offers a choice of payout options. For example, you can:

- Purchase an annuity to receive regular income payments
- Leave funds on deposit
- Take systematic withdrawals
- Take partial withdrawals
- Take a lump-sum distribution

Your plan was established to encourage long-term savings. Withdrawals before age 59½ might be subject to federal restrictions and a 10% tax penalty. Withdrawals are not subject to the federal 10% tax penalty if you are age 55 or older at separation from service from your employer. Penalty-free distributions will also be made if you become totally disabled, or will be distributed to your beneficiary when you die. Generally, a maximum of 20% of your Fixed-Interest Option account balance will be available for in-service withdrawals or transfers to another investment option each year.

Investment options

AIG VALIC is pleased to offer our group mutual fund platform to The University of Texas System at no cost to the client except for a 0.50% fee on assets held in the SSgA S&P 500 Index Fund, and underlying fund expenses as listed below. This fee proposal is net of reimbursements received by the mutual fund companies.

Fund Name	Fund Expense Ratio (%)	Fund Name	Fund Expense Ratio (%)
<i>Foreign Large Cap Blend</i>		<i>Large Cap Blend</i>	
American Funds EuroPacific R4	0.88	Davis NY Venture R	1.15
<i>World Stock</i>		SSgA S&P 500 Index ¹	0.16
Oppenheimer Global N	1.51	<i>Large Cap Value</i>	
<i>Specialty—Real Estate</i>		Merrill Large Cap Value A	1.23
American Century Real Estate Adv	1.41	<i>Life Cycle</i>	
<i>Small Cap Growth</i>		T. Rowe Price Rtmt Income 2010 Ad	0.91
Dreyfus Prem Future LdrA	1.39	T. Rowe Price Rtmt Income 2020 Ad	0.98
<i>Small Cap Blend</i>		T. Rowe Price Rtmt Income 2030 Ad	1.02
Dreyfus Small Cap Stock Index	0.50	T. Rowe Price Rtmt Income 2040 Ad	1.02
<i>Small Cap Value</i>		T. Rowe Price Rtmt Income Ad	0.81
Columbia Small Cap Value II A	1.47	<i>High-Yield Bond</i>	
<i>Mid Cap Growth</i>		American Funds High Income Tr R4	0.72
JP Morgan Capital Growth A	1.17	<i>Intermediate-Term Bond</i>	
<i>Mid Cap Blend</i>		Dreyfus Bond Market Index Inv	0.40
Dreyfus MidCap Index	0.50	Franklin Total Return R	1.10
<i>Mid Cap Value</i>		<i>Intermediate Government Bond</i>	
Pioneer Mid-Cap Value R	1.32	American Funds U.S. Government Sec R4	0.72
<i>Large Cap Growth</i>		<i>Money Market</i>	
Smith Barney Aggr Growth A	1.21	American Century Government MMkt Inv	0.48
		<i>Stable Value</i>	
		VALIC Fixed Interest Option ²	N/A

An investment in a money market fund is not insured or guaranteed by the Federal Deposit Insurance Corporation (FDIC) or any other government agency. While the fund seeks to preserve the value of your investment at \$1 per share, it is possible to lose money while investing in the fund.

International (global) and foreign funds can experience significant price fluctuation and returns due to business and currency risks, as well as adverse political developments.

High-yield bond funds, which invest in bonds that have lower ratings, typically experience greater price fluctuation and carry a greater risk of loss of principal and income than when investing directly in U.S. government securities such as U.S. Treasury bonds and bills, which are guaranteed by the government for repayment of principal and interest if held to maturity. Investors should carefully assess the risk associated with an investment in the fund.

Small- or mid-cap funds can carry greater investment risk as well as short-term volatility. Risks for smaller companies include, for instance, business risks, significant stock price fluctuations, and illiquidity.

¹Expenses of 0.16% do not reflect the wrap fee of 0.50%.

²Policy Form GFA-504, a fixed annuity, issued and guaranteed by The Variable Annuity Life Insurance Company (VALIC), Houston, Texas.

Enrolling in AIG VALIC

Enroll on line by visiting www.aigvalic.com/utexasorp and select the “Enroll Now” button, or you can contact your VALIC financial advisor, who will work with you through each step of the enrollment process.

Information about your account

You can access your account information 24 hours a day, seven days a week, through AIG VALIC Online (www.aigvalic.com) or through AIG VALIC by phone (1-888-568-2542). Quarterly account statements detailing account transactions and balances(s) are mailed directly to you. You can also reach a Client Service Professional at the phone number shown above from 7:00 A.M. to 8:00 P.M. CT, or contact us at 1-800-892-5558, ext. 87160.

To obtain a prospectus, visit www.aigvalic.com or call 1-888-568-2542. The prospectus contains the investment objectives, risks, charges, expenses and other information about the fund and the investment company, which you should consider carefully before investing. Please read the prospectus carefully before investing or sending money.

Securities and investment advisory services are offered by VALIC Financial Advisors, Inc., member NASD, SIPC, and an SEC-registered investment advisor.

AIG VALIC is the marketing name for the group of companies comprising VALIC Financial Advisors, Inc.; VALIC Retirement Services Company; and The Variable Annuity Life Insurance Company (VALIC); each of which is a member company of American International Group, Inc.