

Individual Retirement Accounts

Saving for retirement? An Individual Retirement Account (IRA) is a tax-advantaged account that can help you reach your financial goals for retirement. There are two main types of IRAs: Traditional and Roth. A Traditional IRA allows you to make tax-deductible contributions and the earnings may grow tax-deferred until you withdraw after the age of 59 ½. A Roth IRA allows you to make non-deductible (after-tax) contributions and potentially make tax-free withdrawals from the account.

More detailed information concerning IRAs is provided in the chart below and can also be found in [The Gabelli Funds IRA Information Guide](#). To establish a Gabelli Funds IRA, please complete the [Gabelli Funds IRA Application](#). The minimum initial investment for an IRA with Gabelli Funds is \$250.

	Traditional IRA	Roth IRA
Eligibility	<ul style="list-style-type: none"> ➢ Under age 70½ with earned income ➢ Non-working spouse may also qualify 	<ul style="list-style-type: none"> ➢ Any age with earned income subject to limitations below ➢ Non-working spouse may also qualify
Contributions	<ul style="list-style-type: none"> ➢ 2008*: \$5,000 for investors under age 50, and \$6,000 for those age 50 and over ➢ Contributions are deductible, subject to limitations below 	<ul style="list-style-type: none"> ➢ 2008*: \$5,000 for investors under age 50, and \$6,000 for those age 50 and over ➢ Contributions are not deductible
Contribution/ Income Limits	<ul style="list-style-type: none"> ➢ For those participating in an employer-sponsored retirement plan, the ability to contribute phases out at income levels of \$53,000 to \$63,000 (individual taxpayer) and \$85,000 to \$105,000 (married taxpayers filing jointly) 	<ul style="list-style-type: none"> ➢ Ability to contribute phases out at income levels of \$101,000 to \$116,000 (individual taxpayer) and \$159,000 to \$169,000 (married taxpayers filing jointly)
Earnings Tax Advantage	<ul style="list-style-type: none"> ➢ Earnings grow tax-deferred 	<ul style="list-style-type: none"> ➢ Earnings grow tax-free, and qualified withdrawals are not subject to tax penalties or income tax
Withdrawals	<ul style="list-style-type: none"> ➢ Penalty-free withdrawals may begin after age 59½ ➢ Minimum withdrawals must begin after age 70½ ➢ Earnings and deductible contributions are taxable as income in year withdrawn 	<ul style="list-style-type: none"> ➢ Minimum withdrawals not required after age 70½ ➢ Not taxable as long as the withdrawal is a qualified distribution – generally after age 59½ and account open for at least 5 years

*Cost-of-living adjustments will be made after 2008.

SEP IRA

A Simplified Employee Pension Individual Retirement Account (SEP IRA) is a tax-advantaged account designed for small business owners, self-employed individuals and their employees. The SEP IRA allows participants to invest money for retirement on a tax-deferred basis. For 2008, the employer contribution to the account may not exceed the lesser of 25% of the employee's compensation or \$45,000. Please contact your tax consultant for more information concerning the SEP IRA and eligibility requirements.