



# Final Expense Sample Policy

The following is a sample policy, not a promise to issue coverage.

## Important Notes:

You cannot buy this policy directly from Prosperity Life.

This policy is sold only via licensed Prosperity Life agencies such as Choice Mutual.

To apply, call us at  1-800-644-2926

Dear

**Welcome to the S.USA Family!** Your application for LEVEL DEATH BENEFIT insurance has been approved.

You have made a very smart investment in the security of your loved ones; one that will help ensure their safety for years to come, at an affordable cost. Attached is your LEVEL DEATH BENEFIT insurance policy which will become effective on \_\_\_\_\_ upon successful draft of the initial premium in the amount of \_\_\_\_\_ from the account information you have provided.

Please be aware that no coverage will exist under the policy unless and until the initial premium is successfully drafted from the account.

If you have any questions regarding your new policy or certificate, we stand ready to serve you in every way possible. Simply call us at 1-866-SUSA-123 (1-866-787-2123), or you can enroll in our online Customer Center.

To enroll, go to <http://www.susa.com/enroll> and complete the Enrollment Page. You will need your Policy Number and your Customer Identification Number (Social Security Number) to enroll. Don't delay, enroll today!

Once again, thank you for joining the S.USA family. We appreciate the opportunity you have given us to serve you.

Sincerely,



Michael Akker  
President

Encl.

S.USA Life Insurance Company, Inc.  
P.O. Box 1050, Newark, NJ 07101-1050  
1-866-SUSA-123 (1-866-787-2123) • [www.susa.com](http://www.susa.com)



## **LIFE INSURANCE BUYER'S GUIDE**

This guide can help you when you shop for life insurance. It discusses how to:

- Find a Policy That Meets Your Needs and Fits Your Budget
- Decide How Much Insurance You Need
- Make Informed Decisions When You Buy a Policy

Prepared by the

**NATIONAL ASSOCIATION OF INSURANCE COMMISSIONERS**

The National Association of Insurance Commissioners is an association of state insurance regulatory officials. This association helps the various insurance departments to coordinate insurance laws for the benefit of all consumers.

This guide does not endorse any company or policy.

Reprinted by

**S.USA LIFE INSURANCE COMPANY**

**S.USA Life Insurance Company, Inc.  
P.O. Box 1050, Newark, NJ 07101-1050  
1-866-SUSA-123 (1-866-787-2123) • [www.susa.com](http://www.susa.com)**

## IMPORTANT THINGS TO CONSIDER

1. Review your own insurance needs and circumstances. Choose the kind of policy that has benefits that most closely fit your needs. Ask an agent or company to help you.
2. Be sure that you can handle premium payments. Can you afford the initial premium? If the premium increases later and you still need insurance, can you still afford it?
3. Don't sign an insurance application until you review it carefully to be sure all the answers are complete and accurate.
4. Don't buy life insurance unless you intend to stick with your plan. It may be very costly if you quit during the early years of the policy.
5. Don't drop one policy and buy another without a thorough study of the new policy and the one you have now. Replacing your insurance **may be costly**.
6. Read your policy carefully. Ask your agent or company about anything that is not clear to you.
7. Review your life insurance program with your agent or company every few years to keep up with changes in your income and your needs.

## BUYING LIFE INSURANCE

When you buy life insurance, you want coverage that fits your needs.

**First**, decide how much you need - and for how long - and what you can afford to pay. Keep in mind the major reason you buy life insurance is to cover the financial effects of unexpected or untimely death. Life insurance can also be one of many ways you plan for the future.

**Next**, learn what kinds of policies will meet your needs and pick the one that best suits you.

**Then**, choose the combination of policy premium and benefits that emphasizes protection in case of early death, or benefits in case of long life, or a combination of both.

It makes good sense to ask a life insurance agent or company to help you. An agent can help you review your insurance needs and give you information about the available policies. If one kind of policy doesn't seem to fit your needs, ask about others.

This guide provides only basic information. You can get more facts from a life insurance agent or company or from your public library.

## WHAT ABOUT THE POLICY YOU HAVE NOW?

If you are thinking about dropping a life insurance policy, here are some things you should consider:

- If you decide to replace your policy, don't cancel your old policy until you have received the new one. You then have a minimum period to review your new policy and decide if it is what you wanted.
- It may be costly to replace a policy. Much of what you paid in the early years of the policy you have now, paid for the company's cost of selling and issuing the policy. You may pay this type of cost again if you buy a new policy.
- Ask your tax advisor if dropping your policy could affect your income taxes.
- If you are older or your health has changed, premiums for the new policy will often be higher. You will not be able to buy a new policy if you are not insurable.
- You may have valuable rights and benefits in the policy you now have that are not in the new one.
- If the policy you have now no longer meets your needs, you may not have to replace it. You might be able to change your policy or add to it to get the coverage or benefits you now want.
- At least in the beginning, a policy may pay no benefits for some causes of death covered in the policy you have now.

In all cases, if you are thinking of buying a new policy, check with the agent or company that issued you the one you have now. When you bought your old policy, you may have seen an illustration of the benefits of your policy. Before replacing your policy, ask your agent or company for an updated illustration. Check to see how the policy has performed and what you might expect in the future, based on the amounts the company is paying now.

## HOW MUCH DO YOU NEED?

Here are some questions to ask yourself:

- How much of the family income do I provide? If I were to die early, how would my survivors, especially my children, get by? Does anyone else depend on me financially, such as a parent, grandparent, brother or sister?
- Do I have children for whom I'd like to set aside money to finish their education in the event of my death?
- How will my family pay final expenses and repay debts after my death?
- Do I have family members or organizations to whom I would like to leave money?
- Will there be estate taxes to pay after my death?
- How will inflation affect future needs?

As you figure out what you have to meet these needs, count the life insurance you have now, including any group insurance where you work or veteran's insurance. Don't forget Social Security and pension plan survivor's benefits. Add other assets you have: savings, investments, real estate and personal property. Which assets would your family sell or cash in to pay expenses after your death?

## WHAT IS THE RIGHT KIND OF LIFE INSURANCE?

All policies are not the same. Some give coverage for your lifetime and others cover you for a specific number of years. Some build up cash values and others do not. Some policies combine different kinds of insurance, and others let you change from one kind of insurance to another. Some policies may offer other benefits while you are still living. Your choice should be based on your needs and what you can afford.

There are two basic types of life insurance: **term insurance** and **cash value insurance**. Term insurance generally has lower premiums in the early years, but does not build up cash values that you can use in the future. You may combine cash value life insurance with term insurance for the period of your greatest need for life insurance to replace income.

**Term Insurance** covers you for a term of one or more years. It pays a death benefit only if you die in that term. Term insurance generally offers the largest insurance protection for your premium dollar. It generally does not build up cash value.

You can renew most term insurance policies for one or more terms even if your health has changed. Each time you renew the policy for a new term, premiums may be higher. Ask what the premiums will be if you continue to renew the policy. Also ask if you will lose the right to renew the policy at some age. For a higher premium, some companies will give you the right to keep the policy in force for a guaranteed period at the same price each year. At the end of that time you may need to pass a physical examination to continue coverage, and premiums may increase.

You may be able to trade many term insurance policies for a cash value policy during a conversion period - even if you are not in good health. Premiums for the new policy will be higher than you have been paying for the term insurance.

**Cash Value Life Insurance** is a type of insurance where the premiums charged are higher at the beginning than they would be for the same amount of term insurance. The part of the premium that is not used for the cost of insurance is invested by the company and builds up a cash value that may be used in a variety of ways. You may borrow against a policy's cash value by taking a policy loan. If you don't pay back the loan and the interest on it, the amount you owe will be subtracted from the benefits when you die, or from the cash value if you stop paying premiums and take out the remaining cash value. You can also use your cash value to keep insurance protection for a limited time or to buy a reduced amount without having to pay more premiums. You also can use the cash value to increase your income in retirement or to help pay for needs such as a child's tuition without canceling the policy. However, to build up this cash value, you must pay higher premiums in the earlier years of the policy. Cash value life insurance may be one of several types; whole life, universal life and variable life are all types of cash value insurance.

**Whole Life Insurance** covers you for as long as you live if your premiums are paid. You generally pay the same amount in premiums for as long as you live. When you first take out the policy, premiums can be several times higher than you would pay initially for the same amount of term insurance. But they are smaller than the premiums you would eventually pay if you were to keep renewing a term policy until your later years.

Some whole life policies let you pay premiums for a shorter period such as 20 years, or until age 65. Premiums for these policies are higher since the premium payments are made during a shorter period.

**Universal Life Insurance** is a kind of flexible policy that lets you vary your premium payments. You can also adjust the face amount of your coverage. Increases may require proof that you qualify for the new death benefit. The premiums you pay (less expense charges) go into a policy account that earns interest. Charges are deducted from the account. If your yearly premium payment plus the interest your account earns is less than the charges, your account value will become lower. If it keeps dropping, eventually your coverage will end. To prevent that, you may need to start making premium payments, or increase your premium payments, or lower your death benefits. Even if there is enough in your account to pay the premiums, continuing to pay premiums yourself means that you build up more cash value.

**Variable Life Insurance** is a kind of insurance where the death benefits and cash values depend on the investment performance of one or more separate accounts, which may be invested in mutual funds or other investments allowed under the policy. Be sure to get the prospectus from the company when buying this kind of policy and STUDY IT CAREFULLY. You will have higher death benefits and cash value if the underlying investments do well. Your benefits and cash value will be lower or may disappear if the investments you chose didn't do as well as you expected. You may pay an extra premium for a guaranteed death benefit.

### LIFE INSURANCE ILLUSTRATIONS

You may be thinking of buying a policy where cash values, death benefits, dividends or premiums may vary based on events or situations the company does not guarantee (such as interest rates). If so, you may get an illustration from the agent or company that helps explain how the policy works. The illustration will show how the benefits that are not guaranteed will change as interest rates and other factors change. The illustration will show you what the company guarantees. It will also show you what *could* happen in the future. Remember that nobody knows what will happen in the future. You should be ready to adjust your financial plans if the cash value doesn't increase as quickly as shown in the illustration. You will be asked to sign a statement that says you understand that some of the numbers in the illustration are not guaranteed.

### FINDING A GOOD VALUE IN LIFE INSURANCE

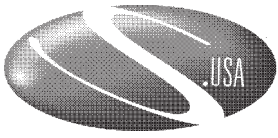
After you have decided which kind of life insurance is best for you, compare similar policies from different companies to find which one is likely to give you the best value for your money. A simple comparison of the premiums is not enough. There are other things to consider. For example:

- Do premiums or benefits vary from year to year?
- How much do the benefits build up in the policy?
- What part of the premiums or benefits is not guaranteed?
- What is the effect of interest on money paid and received at different times on the policy?

Remember that no one company offers the lowest cost at all ages for all kinds and amounts of insurance. You should also consider other factors:

- How quickly does the cash value grow? Some policies have low cash values in the early years that build quickly later on. Other policies have a more level cash value build-up. A year-by-year display of values and benefits can be very helpful. (The agent or company will give you a policy summary or an illustration that will show benefits and premiums for selected years.)
- Are there special policy features that particularly suit your needs?
- How are nonguaranteed values calculated? For example, interest rates are important in determining policy returns. In some companies increases reflect the average interest earnings on all of that company's policies regardless of when issued. In others, the return for policies issued in a recent year, or a group of years, reflects the interest earnings on that group of policies; in this case, amounts paid are likely to change more rapidly when interest rates change.





## **IMPORTANT INFORMATION REGARDING YOUR INSURANCE**

In the event you need to contact someone about this insurance for any reason please contact your agent. If no agent was involved in the sale of this insurance, or if you have additional questions you may contact the insurance company issuing this insurance at the following address and telephone number: P.O. Box 1050, Newark, NJ 07101-1050; 1-866-SUSA-123 (1-866-787-2123).

If you have been unable to contact or obtain satisfaction from the company or the agent, you may contact the Virginia State Corporation Commission's Bureau of Insurance at:

Life and Health Division  
P.O. Box 1157  
Richmond, VA 23218  
Telephone Number: 1-877-310-6560

Written correspondence is preferable so that a record of your inquiry is maintained. When contacting your agent, company or the Bureau of Insurance, have your policy number available.

This notice is for information only and does not become a part or condition of this policy.



**BENEFICIARY DESIGNATION MAY NOT  
APPLY IN THE EVENT OF ANNULMENT OR  
DIVORCE**

Under Virginia law (Virginia Code § 20-111.1), a revocable beneficiary designation in a policy owned by one spouse that names the other spouse as beneficiary becomes void upon the entry of a decree of annulment or divorce, and the death benefit prevented from passing to a former spouse will be paid as if the former spouse had predeceased the decedent. In the event of annulment or divorce proceedings, and if it is the intent of the parties that the beneficiary designation of the former spouse is to continue, you are advised to make certain that one of the following courses of action is taken prior to the entry of a decree of annulment or divorce: (i) change the beneficiary designation to make it irrevocable; (ii) change the ownership of the policy or contract; (iii) execute a separate written agreement stating the intention of both parties that the beneficiary designation is to remain in effect beyond the date of entry of the decree of annulment or divorce; or (iv) make certain that the decree of annulment or divorce contains a provision stating that the beneficiary designation is not to be revoked pursuant to § 20-111.1.

**SAMPLE**  
FROM CHOICE MUTUAL



INSURED:

AMOUNT OF INSURANCE:

POLICY NUMBER:

DATE OF ISSUE:

**LEVEL DEATH BENEFIT INDIVIDUAL WHOLE LIFE POLICY  
INSURANCE FOR LIFE  
PREMIUMS PAYABLE FOR LIFE  
ACCELERATED DEATH BENEFIT  
NON-PARTICIPATING**

IN THIS POLICY, S.USA Life Insurance Company, Inc., is referred to as "Company," "we," "our" or "us," and the Owner of this Policy is referred to as "you" and "your."

THIS POLICY is a legal contract between you and us. It is issued in consideration of the statements made in the application and the payment of the initial premium. It continues in force by the timely payment of premiums in the amounts and at the intervals shown on the Policy Data page under the Premiums section.

**EXAMINE YOUR POLICY.** We want you to understand it and be satisfied. **PLEASE READ IT CAREFULLY.**

**RIGHT TO CANCEL.** If for any reason you are not satisfied with the Policy, you may cancel it by returning the Policy to any of our offices within 15 days after the date it is delivered to you (within 30 days of delivery if this Policy is issued as a replacement, or any longer period as may be required by applicable law in the state where this Policy is delivered or issued for delivery). The date you surrender this Policy will be the date this Policy was mailed to us or the date you delivered it to us or one of our authorized representatives. This Policy shall then be void from the Date of Issue and we will refund the premium paid, including any fees or charges.

This Policy contains an Accelerated Death Benefit feature. If you elect to accelerate the Death Benefit, the Amount of Insurance, Cash Value and premium will be reduced. Accelerated Death Benefits may be taxable. You should consult a personal tax or legal advisor before applying for this benefit.

**WE WILL PAY** the Death Benefit to the designated Beneficiary, subject to this Policy's provisions. Payment will be made when all of the following have been received at the principal office of this Company:

- This Policy.
- Proof satisfactory to us that the Insured died while this Policy was in force.
- A claim for the Death Benefit.

Signed for us by:



President & CEO



Secretary

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**SAMPLE**  
FROM CHOICE MUTUAL

# 1. POLICY DATA

INSURED:  
 AMOUNT OF INSURANCE:  
 PLAN OF INSURANCE: LEVEL DEATH BENEFIT WHOLE LIFE  
 TOBACCO USE: NON-USER OF TOBACCO  
 JURISDICTION OF ISSUE:  
 DEPARTMENT OF INSURANCE TELEPHONE NUMBER:

POLICY NUMBER:  
 DATE OF ISSUE:  
 GENDER:  
 ISSUE AGE:

MINIMUM ELIGIBLE ISSUE AGE: 50  
 MAXIMUM ELIGIBLE ISSUE AGE: 80

\*\*\*\*\*BENEFITS\*\*\*\*\*

FORM NUMBER	DATE OF ISSUE	DESCRIPTION OF BENEFITS	AMOUNT	MATURITY OR EXPIRY DATE
ICC16FELPUECS16		LEVEL DEATH BENEFIT		

\*\*\*\*\*PREMIUMS\*\*\*\*\*

FORM NUMBER	PREMIUMS PAYABLE EVERY				PREMIUMS PAYABLE TO
	12 MONTHS	6 MONTHS	3 MONTHS	1 MONTH	
ICC16FELPUECS16	\$648.45	\$333.95	\$171.84	\$58.36	
POLICY FEE	\$40.00	\$20.60	\$10.60	\$3.60	
TOTAL PREMIUM ON DATE OF ISSUE	\$688.45	\$354.55	\$182.44	\$61.96	

THE ABOVE TABLE SHOWS PREMIUM PAYMENTS FOR DIFFERENT PREMIUM PAYMENT FREQUENCIES. YOUR CURRENT PREMIUM PAYMENT MODE (FREQUENCY) IS MONTHLY. YOUR PREMIUM PAYMENTS ARE DUE EVERY MONTH. EACH MONTHLY PREMIUM FOR YOUR INSURANCE POLICY WILL EQUAL \$61.96. IF PREMIUMS ARE PAID MORE FREQUENTLY THAN ON AN ANNUAL BASIS, THEIR SUM TOTAL WILL BE MORE THAN THE ANNUAL PREMIUM FOR THE SAME TIME PERIOD.

MINIMUM GUARANTEED CASH VALUES\* FOR THIS POLICY ARE SHOWN IN THE TABLE OF GUARANTEED VALUES.

\* VALUES ARE BASED ON THE COMMISSIONERS 2001 CSO STANDARD ORDINARY MORTALITY TABLE FOR NON-SMOKER MALES (AGE LAST BIRTHDAY) WITH DISCRETE FUNCTIONS AND INTEREST AT 4.50% A YEAR.

## 2. DEFINITIONS

### IN THIS POLICY:

**ANNUITANT** means the person upon whose life the timing and the amount of payments under Payment Option D or E are determined. Any person on whose life the timing and the amount of such payments are determined after the Annuitant dies is called a Contingent Annuitant.

**ASSIGNMENT** means transferring some or all rights of the Owner (assignor) to another (assignee).

**BENEFICIARY** means a person or entity named within our records to receive the Death Benefit when the Insured dies. Any person or entity designated to receive the Death Benefit when both the Insured and Beneficiary are dead is called a Contingent Beneficiary. The original Beneficiary is named in the attached application.

**DATE OF ISSUE** means the date on which this Policy takes effect, as shown on the Policy Data page.

**INSURED** means the person whose life is covered and whose death causes payment of the Death Benefit.

**LAPSE** means the Policy ends on a premium paying basis because a premium is not paid by the end of its Grace Period.

**MORTALITY TABLE** means a table showing how many persons died at a specific age, compared to how many reached that age.

**NET SINGLE PREMIUM** means the sum needed to provide benefits based on the Mortality Table and interest rate used.

**OWNER** means the person or entity designated to exercise the rights and receive the benefits of Ownership. The Insured is the Owner unless otherwise stated in the application or later changed.

**PAID-UP INSURANCE** means insurance needing no future premium payments.

**PAYEE** means any person entitled to receive Death Benefits or the Cash Value under the Policy. Any person entitled to receive unpaid benefits if the Payee dies is called a Contingent Payee.

**NON-PARTICIPATING INSURANCE** means that the Policy does not share in our profits or surplus earnings.

**REDUCED PAID-UP INSURANCE** means a Lapse Option providing Paid-Up Insurance for life in an amount less than the Amount of Insurance.

**REINSTATEMENT** means putting a Policy back in force on a premium paying basis after a Lapse.

**RESERVE** means the sum which, together with any future premiums will enable us to pay future benefits based on the Mortality Table and interest rate used.

**RIDER** means an attachment to the base Policy, as specified in the Policy Data page, which provides an added benefit or alters coverage.

### 3. GENERAL PROVISIONS

**ENTIRE CONTRACT:** This Policy, which includes the attached application and any attached Riders, amendments, and endorsements, is the entire contract. It cannot be changed or waived without the written consent of one of our officers. The Company will not be bound by any promises or representations made by any agent or person other than Company officers. In the absence of fraud, all statements in the application made by the applicant for the issuance or reinstatement of the Policy are considered representations and not warranties.

**EFFECTIVE DATE OF COVERAGE:** Insurance coverage begins on the later of the Date of Issue and the date we receive the required first premium. For insurance that has been reinstated, the effective date of Reinstatement is the date all requirements for Reinstatement have been met.

**TERMINATION:** Coverage under this Policy will end on the earliest of the following events: (1) if the Owner surrenders the Policy; (2) if the Insured dies; (3) for nonpayment of premium in accordance with the Premiums provision; (4) in accordance with the Cash and Loan Values provision, if total outstanding loans equal or exceed the Loan Value; or (5) the Maturity or Expiry date shown on the Policy Data page.

**OWNERSHIP:** By written notice received by and acceptable to us, you can transfer Ownership and name a successor to own this Policy when you die. Unless you specify a later date, any change in ownership will take effect as of the date the notice of change is signed by you, subject to any payments made or other action taken by us prior to our receipt of the notice. During the Insured's lifetime you may also assign, surrender, take a loan, and exercise all other rights and privileges, except that if you are a minor above the age of fourteen years and six months, the Beneficiary of the Policy must be your estate, or your parent, spouse, brother, sister, child, or grandparent or any combination thereof.

**ASSIGNMENT:** You may assign this Policy, but no Assignment will bind us unless it is signed, in writing and received by and acceptable to us. We are not responsible for the validity of any Assignment. The interest of any assignee comes before the interest of the Owner and any Beneficiary. Unless you specify a later date, the Assignment will take effect on the date notice of the Assignment was signed by you, subject to any payments made or other action taken by us prior to our receipt of notice of the Assignment.

**INCONTESTABILITY:** We will not contest this Policy after it has been in force for 2 years from the Date of Issue during the lifetime of the Insured, except for (1) failure to pay premiums or (2) fraud in the procurement of this Policy, when permitted by applicable law in the state where the Policy was delivered or issued for delivery. Statements may be used to contest a claim or void this Policy only if a copy of the application or endorsement containing that statement is attached to this Policy. Statements on which a contest during the contestable period is based must be material to the risk accepted or to the hazard assumed by us. If this Policy was issued as a conversion from term insurance, the 2-year contestable period starts on the date the prior term coverage was issued. After any Reinstatement, we can contest the Policy within 2 years from the effective date of Reinstatement, based on material misrepresentation made on the application for Reinstatement. If this Policy has been reinstated the 2 year contestable period following the effective date of Reinstatement is based only on statements in the Reinstatement application, unless the original 2 year contestable period has not yet expired.

**ELIGIBILITY:** The minimum and maximum issue ages for eligibility are shown on the Policy Data page.

**MISSTATED AGE OR SEX:** If the Insured's age or sex as stated in the application is wrong, all benefits and values will be adjusted to those based on the Insured's true age and sex.

**SUICIDE:** If the Insured commits suicide, while sane or insane, within 2 years from the Date of Issue, or within 2 years from the effective date of any Reinstatement, we will limit our payment to the premiums paid, less any outstanding Policy loans and accrued loan interest. If this Policy was issued as a conversion from term insurance, the 2 year period pertaining to suicide starts on the date the prior term coverage was issued. This provision will begin again only for "applied for" increases and will be applicable only to the "applied for" amount.

**CHANGE OF BENEFICIARY:** During the Insured's lifetime you may change the Beneficiary shown in the application by written notice received by and acceptable to us. Unless you specify a later date, any change will take effect as of the date the notice was signed by you, subject to any payments made or other actions taken by us prior to our receipt of such notice. We will not be liable for any payment made or actions taken before such notice is received by us. If an irrevocable Beneficiary was designated, that designation cannot be changed without the written consent of the irrevocable Beneficiary.

Unless you specify otherwise:

- a) if there is more than one primary Beneficiary, the Death Benefit will be divided equally among the primary Beneficiaries who survive the Insured;
- b) if there are no surviving primary Beneficiaries, the Death Benefit will be divided equally among the Contingent Beneficiaries who survive the Insured;
- c) if there are no surviving Beneficiaries, the Death Benefit will be paid to the Owner, if living, otherwise to the Owner's estate.

**DATES:** Policy months, years and anniversaries are measured from the Date of Issue as shown on the Policy Data page.

**CONFORMITY WITH INTERSTATE INSURANCE PRODUCT REGULATIONS COMMISSION STANDARDS:** This Policy was approved under the authority of the Interstate Insurance Product Regulations Commission and issued under the Commission standards. Any provision of the Policy that on the provision's effective date is in conflict with the applicable Interstate Insurance Product Regulations Commission standards for this product type is hereby amended to conform to the applicable Interstate Insurance Product Regulations Commission standards for this product type as of the provision's effective date.

#### 4. PREMIUMS

**PAYMENT:** Premiums are payable in advance to us or to our authorized agency.

**GRACE PERIOD:** A 31 day period is allowed to pay every premium due after the first. During this period this Policy will continue in force unless terminated under another Policy provision.

**NONPAYMENT:** If any premium is not paid by the end of its Grace Period, this Policy will Lapse as of the date the premium was due. It will then be subject to the "Benefits If Premiums Are Not Paid" provision of this Policy. Any premium payment sent by U. S. mail must be postmarked within the Grace Period.

**CHANGE OF FREQUENCY:** By written notice received by and acceptable to us, the Owner may change the frequency of premium payments on any Date of Issue anniversary to 12, 6, 3 or 1 month intervals at rates specified on the Policy Data page under the Premiums section.



## 5. CASH AND LOAN VALUES

**CASH VALUE:** The Owner may surrender this Policy in return for the Cash Value by written notice received by us. This Policy then ends.

If all premiums are paid by their due dates or within their Grace Periods, or if a premium due is unpaid for up to 60 days, the Cash Value on the date of surrender is the sum of:

- a) the basic cash value; plus
- b) the premiums paid past the policy month of surrender; minus
- c) any outstanding policy loans and any accrued loan interest.

The basic cash value at the end of certain policy years may be found in the Table of Guaranteed Values. All cash surrender values and paid-up nonforfeiture benefits available under the policy are equal to or exceed the minimum cash values required by the NAIC Standard Nonforfeiture Law for Life Insurance, Model #808.

If this Policy continues as Reduced Paid-Up Insurance, the Cash Value is the present value of future benefits, minus any outstanding policy loans and any accrued interest.

If this Policy is surrendered during 31 days after a policy anniversary, the present value of future benefits of Reduced Paid-Up Insurance will not be less than on the policy anniversary.

The Cash Value during a policy year will equal the Cash Value on the policy anniversary adjusted for any additions to or subtractions from the Cash Value since the preceding policy anniversary. Any Cash Value and any Reduced Paid-Up Insurance benefit available under the policy in the event of default in premium payment due at any time other than on a policy anniversary will be calculated with allowance for lapse of time and the payment of fractional premiums from the last preceding anniversary. Values not shown will be furnished on request.

We will pay the Cash Value in one sum unless you elect by written notice received by us to have the Cash Value paid under any payment option we then offer.

We can defer payment of the Cash Value up to 6 months from the date we receive the Owner's request.

Surrender of the policy for Cash Value terminates this insurance.

**LOAN VALUE:** After the first policy year and while this Policy is in force, the Owner may obtain a loan up to the Loan Value by written notice received by us on our form. The sole security for the loan shall be Assignment or pledge of the policy.

The Loan Value is equal to the basic cash value at the end of the current policy year or, if this Policy has Lapsed, the present value of future benefits at the end of the current policy year on any Reduced Paid-Up Insurance in force.

The proceeds of any such loan will first be used to pay the sum of:

- a) loan interest in advance to the end of the current policy year; plus
- b) any unpaid premiums to the end of the current policy year; plus
- c) any outstanding policy loans and any due and accrued loan interest.

Interest is charged to the end of the current policy year at the time a loan is made, and annually in advance after that. Any interest due and unpaid will be added to the outstanding loan balance and bear interest at the same rate.

The interest rate on the loan is 8% (payable in arrears) or 7.4% (payable in advance).

If at any time total outstanding loans, excluding unearned interest, equals or exceeds the Loan Value, this Policy will terminate with no value 31 days after we mail notice to the last known address of the Owner and any assignee of record.

Any outstanding loan may be repaid in whole or in part at any time this Policy is in force with allowance for unearned interest. If this Policy has Lapsed, any loan used to compute Reduced Paid-Up Insurance may not be repaid unless this Policy is reinstated.

We can defer the payment of any loan except a loan to pay premiums for up to 6 months from the date we receive your loan request.

**AUTOMATIC PREMIUM LOAN (APL):** When a premium is not paid before the end of its Grace Period, a loan to pay all unpaid premiums for the current policy year will be made if:

- a) the Loan Value, less any outstanding policy loan and interest to the end of the current policy year, is enough to pay such premiums; and
- b) the APL provision is in effect.

The APL provision will be in effect if elected in the application or later if elected by the Owner in writing and received by us before the end of a Grace Period. It remains in effect until cancelled by the Owner in writing and received by us before the end of a Grace Period.

We will charge interest on an APL at the loan interest rate from the premium due date.

If there is not enough available Loan Value to pay the entire premium due, a premium will be paid for the lowest permitted frequency for which the available Loan Value is large enough. If the available Loan Value is not sufficient to pay a monthly premium, the designated Lapse Option will apply instead of this provision.

## 6. BENEFITS IF PREMIUMS ARE NOT PAID

**LAPSE OPTIONS:** While the Insured is alive and within 60 days after the due date of an unpaid premium, the Owner by written notice received by and acceptable to us may choose one of the following:

- a) receive the Cash Value, upon which the policy will terminate; or
- b) continue this Policy in force as Reduced Paid-Up Insurance at an amount that the Cash Value will buy at the proper Net Single Premium on the due date of the unpaid premium.

If there is no loan, the amount of Reduced Paid-Up Insurance is shown in the Table of Guaranteed Values.

If no Lapse Option has been chosen, this Policy will continue as Reduced Paid-Up Insurance.

**REINSTATEMENT:** Within 5 years after Lapse, if the Cash Value has not been paid to the Owner, the Owner may reinstate this Policy by:

- a) submitting an application on our form with evidence of the Insured's insurability satisfactory to us;
- b) paying all overdue premiums with interest at the rate of 6% per year, compounded annually; and
- c) paying or reassuming any outstanding policy loan including interest at the rate shown in the Loan Value provision of this Policy.

## 7. DEATH BENEFIT

The Death Benefit is the sum of:

- a) the Amount of Insurance, or if this Policy has Lapsed, any insurance payable as Reduced Paid-Up Insurance under the Lapse Options; plus
- b) any premium paid past the policy month in which the Insured died; plus
- c) interest from the date of the Insured's death until our date of payment; plus
- d) any amount of insurance on the Insured's life which may be provided by Rider on this Policy; plus
- e) any policy loan interest charged beyond the date of the Insured's death.

In all cases, any outstanding policy loans with any accrued loan interest and any unpaid premium for the policy month in which the Insured died is subtracted from the Death Benefit.

**INTEREST:** Interest on the Death Benefit shall accrue at the rate applicable for funds left on deposit with us and be payable from the date of death. Additional interest will be paid, at a rate of 10% annually beginning with the date that is 31 calendar days from the latest of the date of: (1) our receipt of due proof of the Insured's death, (2) our receipt of sufficient information to determine the extent of liability and the Payee legally entitled to the proceeds; and (3) removal of any legal impediments to payment of proceeds that were dependent upon the action of parties other than us are resolved and sufficient evidence of the same is provided to us. Legal impediments include, but are not limited to (a) the establishment of guardianships and conservatorships, (b) the appointment and qualification of trustees, executors and administrators and (c) the submission of information required to satisfy any state and federal reporting requirements.

Due proof of the Insured's death will consist of a certified copy of the death certificate of the Insured, or other lawful evidence providing equivalent information, and proof of the claimant's interest in the proceeds.

Unless otherwise elected by the Owner or Beneficiary, benefits will be paid in a single lump sum check. We may make other options available in addition to the single check option.

## 8. ACCELERATED DEATH BENEFIT

THE RECEIPT OF AN ACCELERATED DEATH BENEFIT MAY AFFECT ELIGIBILITY FOR PUBLIC ASSISTANCE PROGRAMS AND MAY BE TAXABLE. YOU SHOULD CONSULT A PERSONAL TAX OR LEGAL ADVISOR BEFORE APPLYING FOR THIS BENEFIT.

### BENEFIT

If, while this Policy is in force, the Insured becomes terminally ill, you are eligible to receive a portion of the Policy proceeds as an Accelerated Death Benefit under the conditions of this provision.

### DEFINITIONS

**Acceleration Amount** – The amount used to calculate the Accelerated Death Benefit Payment. The Acceleration Amount shall not exceed the lesser of: (1) 50% of the Eligible Proceeds; or (2) another amount elected by You. The minimum Acceleration Amount is 25% of the Eligible Proceeds.

**Discount Factor** – The annual percentage rate used to adjust the Acceleration Amount because it is an early payment of the death benefits. The discount rate will be the current yield on 90-day treasury bills as of the date we receive your complete application for an Accelerated Death Benefit, or if discontinued, an appropriate substitute that is approved by the Interstate Insurance Product Regulation Commission.

**Eligible Proceeds** – This shall be determined as of the date we receive your complete application for an Accelerated Death Benefit as described in this provision and shall equal: the Amount of Insurance shown on the Policy Data page excluding amounts provided by any attached Riders, or the Reduced Paid-Up insurance amount if the Reduced Paid-Up Insurance Lapse Option is in effect.

**Physician** – A doctor of medicine (M.D.) or osteopathy (D.O.) legally authorized to practice medicine or surgery, within the scope of such authorization, by the state in which he or she performs such function or action, who is not the Insured or the Owner or a family member of or a person living at the same address as the Insured or Owner.

**Terminal Illness** - A medical condition for which a licensed Physician has certified that the condition is expected to result in the Insured's death within 12 months after the date of the certification.

#### **APPLICATION FOR AN ACCELERATED DEATH BENEFIT**

To apply for this benefit, you must give us during the lifetime of the Insured:

- a) a completed claim form. The claim form will be provided by the Company within 15 days of Your request to accelerate. If we do not provide You with a claim form within 15 days, it will be considered that You have complied with the claim form requirements if You submit written proof covering the occurrence, the character, and the extent of the occurrence for which the claim is made and;
- b) evidence of certification by a Physician, satisfactory to us, that the Insured has a Terminal Illness, including copies of all medical test results and laboratory reports, the generally accepted prognostic protocol used by the Physician to determine the person's expected remaining life span, and any other information on which the certification is based;
- c) the signed consent of any Assignees and/or irrevocable Beneficiaries of the Policy.

We have the right to require a second or third medical opinion to confirm benefit eligibility at our expense. The second medical opinion may include a physical examination by a Physician of our choice. In the case of conflicting opinions, eligibility for benefits will be determined by a third medical opinion that is provided by a Physician that is mutually acceptable to You and the Company.

If the Insured dies after the application for Accelerated Death Benefits is complete but before we pay the benefits, the election will be cancelled and the Death Benefit paid in accordance with the Death Benefit provision of the Policy.

#### **ACCELERATED DEATH BENEFIT PAYMENT**

The Accelerated Death Benefit payment will be in one lump sum and will equal:

1. the Acceleration Amount adjusted by the Discount Factor; less
2. the amount of any overdue premiums on the Policy; less
3. an administrative fee not to exceed \$150.

If there is an outstanding policy loan balance (policy loans plus loan interest), the Accelerated Death Benefit payment will be further reduced by an amount equal to: (a) the policy loan balance, multiplied by (b) the amount of Acceleration Amount, divided by (c) the Amount of Insurance, or the Reduced Paid-Up Insurance amount if the Reduced Paid-Up Insurance Lapse Option is in effect, immediately prior to such payment.

The Accelerated Death Benefit payment is paid to You or Your Estate while You are living, unless the benefit has been otherwise assigned or designated by You. Payment of the Accelerated Death Benefit is due immediately upon receipt of due written proof of eligibility.

#### **EFFECT ON THIS POLICY**

Upon your request to accelerate the death benefit and upon payment of the Accelerated Death Benefit, we will give the Owner and any irrevocable beneficiary a statement demonstrating the effect of the acceleration of the payment of death benefits on the Amount of Insurance, Cash Value, Premium and Policy Loans of this Policy. Upon our making payment under the terms of this provision, the Amount of Insurance, or the amount of the Reduced Paid-Up Insurance if the Reduced Paid-Up Insurance Lapse Option is in effect, will be reduced.

The Cash Value of the Policy will be reduced by a value equal to: (a) the Cash Value immediately prior to the Accelerated Death Benefit payment, multiplied by (b) the amount of Acceleration Amount, divided by (c) the Amount of Insurance, or the Reduced Paid-Up Insurance amount if the Reduced Paid-Up Insurance Lapse Option is in effect, immediately prior to such payment .

The policy loan balance will be reduced by a value equal to: (a) the policy loan balance immediately prior to the Accelerated Death Benefit payment, multiplied by (b) the amount of Acceleration Amount, divided by (c) the Amount of Insurance, or the Reduced Paid-Up Insurance amount if the Reduced Paid-Up Insurance Lapse Option is in effect, immediately prior to such payment.

The premiums required to keep the policy in force will be reduced to the premium that would apply had the policy been issued at the reduced amount.

All such adjustments will be made effective as of the date your complete application for benefits under this provision is received by us. Once we approve the claim, we will send you a new Policy Data page showing these changes.

#### **CONTINUATION OF RIDERS**

Any Accidental Death Benefit rider provided under the Policy, if any, will not be affected by the Accelerated Death Benefit payment.

#### **EXCEPTIONS**

The benefits under this provision will not be paid if:

- a) you are required by a governmental agency to claim these benefits in order to apply for, receive, or continue a government benefit or entitlement;
- b) all or part of the Eligible Proceeds must be paid to your children or spouse or former spouse as part of a divorce decree, separate maintenance or property settlement agreement or;
- c) you are married and live in a community property state, unless your spouse has given us signed written consent.

#### **COST OF THE ACCELERATED DEATH BENEFIT**

We do not charge a premium for this benefit. An administrative fee of up to \$150 per policy will be deducted prior to payment.

#### **WHEN BENEFIT ENDS**

Unless we agree otherwise, this benefit ends at the earliest of the following: (a) the date we make an Accelerated Death Benefit payment in accordance with this provision; (b) the date we receive Your written request to terminate this benefit; (c) the date the Policy is surrendered, terminates or expires. The termination of this Policy will not prejudice the payment of benefits for any qualifying event that occurred while the Policy was in force.

#### **VALUES**

This benefit does not have any cash value.

### **9. BASIS OF VALUES**

All Cash Values and Reduced Paid-Up Insurance benefits available under the policy equal or exceed those required by the NAIC Standard Nonforfeiture Law for Life Insurance, Model #808. We have filed a detailed statement of the method of calculation of these values with the Interstate Insurance Product Regulation Commission.



## 10. PAYMENT OPTIONS

We will pay the Death Benefit in one sum unless you elect otherwise. By written notice received by us while the Insured is alive, you may choose to have the Death Benefit paid under any payment option we then offer. If no payment option is chosen prior to the Insured's death, the Beneficiary may choose any payment option we then offer.

### 1. Election.

If the Insured dies and any Death Benefit is payable in a single sum of \$1,000 or more to any Payee, such Payee may elect any option shown below, subject to all of the conditions of this Policy, by written notice received by us, and may name a contingent Payee.

### 2. Options.

#### Option A: Interest

Payment other than interest will be deferred during the lifetime of the Payee or for such period as may be mutually agreed upon at the time of election of this option. After such period, any balance remaining with us will be paid in one sum unless payment under some other option has been elected.

Interest at such rate as we will determine annually, but not at a rate less than 1% per year, will be paid monthly, quarterly, semi-annually or annually as elected. If the Payee is a minor, interest will be added to the balance remaining with us until the Payee reaches legal age if either: (a) there is no legally appointed guardian or custodian for such Payee; or (b) it is provided in the election of this option.

If after any withdrawal the amount remaining with us is less than \$1,000, the balance will be payable in one sum.

#### Option B: Fixed Amount

Payment will be made monthly, quarterly, semi-annually or annually in specified amounts not less than 5% per year of the original benefit applied under this option until exhausted by a final payment equal to or less than the fixed amount elected. Interest at such rate as we will determine annually, but not at a rate less than 1% per year, will be credited to the balance remaining with us. Payments will not be made for more than 30 years, and any balance then remaining with us will be paid in one sum.

#### Option C: Fixed Period

Payment will be made in equal monthly, quarterly, semi-annual or annual amounts for a fixed number of years elected as shown in Payment Option Table 1. The payments in the table include interest at the rate of 1.5% per year. Any excess interest determined annually by us will be credited to the balance remaining with us.

#### Option D: Life Income with Period Certain

We will pay a monthly income during the period certain elected and during the Annuitant's remaining lifetime as shown in Payment Option Table 2, based on the sex and age nearest birthday of the Annuitant on the due date of the first payment. The Payee must have reached his or her 50<sup>th</sup> birthday and the period certain elected may be 10 or 20 years.

If the Annuitant dies we will pay the Payee for the remainder of such period certain in one lump sum. The amounts shown in the tables may be increased by such additional amounts as we will annually determine.

#### Option E: Single Premium Annuity

You may elect to purchase any single premium annuity we then offer.



### 3. General Conditions.

- a) Any Annuitant must be a natural person.
- b) To elect an option the benefits or the Cash Value must be \$1,000 or more except that under Options D or E they must be \$5,000 or more. If they are less than the above limits we will pay the balance in one sum to the person then otherwise entitled to payments.
- c) Unless otherwise provided in the election of an option, any Payee will have the right to **withdraw**:
  - i) under Option A or B, any part of the unpaid balance provided that no partial **withdrawal will be less than \$100**;
  - ii) under Option C, the unpaid balance.
- d) Under any elected payment option to the extent allowed by law **the benefits will neither be transferable nor subject to legal process**.
- e) Unless the right to change is specifically denied in the election of an option, any Payee under Options A, B or C may change to any other payment option shown subject to all of the **conditions of this Policy**. Such election must be made within 5 years from the **date the first elected payment option became effective**.
- f) We will have the right where payment to any Payee **would be less than \$25** to change the frequency of payment so that each payment to each Payee will amount to at least \$25. If an annual payment is less than \$25 we may pay, in one sum, **benefits payable to the Payee then otherwise entitled to payments**.
- g) Payment under Option D will be subject to **satisfactory proof of age of the Annuitant**, and there will be only one Annuitant.
- h) Payment under Option E **will be subject to satisfactory proof of age(s) of the Annuitant(s)**.
- i) The first payment under **any of the options except Options A or E** will be due and payable on the day immediately following the **date of the Insured's death unless otherwise elected, or the date of election of the option, whichever is later**.
- j) On the death of the last surviving Annuitant **any balance will be paid in one sum to the Payee**. If all Payees die **before the Annuitant, the benefits will be paid in one sum to the Annuitant's estate**.
- k) Annuity payments **at the time of their commencement** will not be less than those that would be **provided by the application of the Cash Value to purchase a single consideration immediate annuity contract at purchase rates offered by the Company at the time to the same class of Annuitants whether the annuity benefits are payable in fixed or variable amounts or both**.

## PAYMENT OPTION TABLES

### TABLE 1 - MONTHLY INCOME PER \$1,000 - OPTION C: FIXED PERIOD

<b>Years</b>	<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>	<b>7</b>	<b>8</b>	<b>9</b>	<b>10</b>
<b>Amount</b>	\$83.90	<b>\$42.26</b>	\$28.39	<b>\$21.45</b>	\$17.28	<b>\$14.51</b>	\$12.53	<b>\$11.04</b>	\$9.89	<b>\$8.96</b>
<b>Years</b>	<b>11</b>	<b>12</b>	13	<b>14</b>	15	<b>16</b>	17	<b>18</b>	19	<b>20</b>
<b>Amount</b>	\$8.21	<b>\$7.58</b>	\$7.05	<b>\$6.59</b>	\$6.20	<b>\$5.85</b>	\$5.55	<b>\$5.27</b>	\$5.03	<b>\$4.81</b>
<b>Years</b>	<b>21</b>	<b>22</b>	23	<b>24</b>	25	<b>26</b>	27	<b>28</b>	29	<b>30</b>
<b>Amount</b>	\$4.62	<b>\$4.44</b>	\$4.28	<b>\$4.13</b>	\$3.99	<b>\$3.86</b>	\$3.75	<b>\$3.64</b>	\$3.54	<b>\$3.44</b>

Under Option C payments for less frequent intervals are obtained by multiplying the respective monthly payments by 2.99 for a quarterly payment, 5.96 for a semi-annual payment and 11.84 for an annual payment.

**TABLE 2 - OPTION D: LIFE INCOME WITH PERIOD CERTAIN**

<u>Age</u>	<u>Male 10 years Certain</u>	<u>Male 20 years Certain</u>	<u>Female 10 years Certain</u>	<u>Female 20 years Certain</u>
<b>5</b>	\$1.84	\$1.84	\$1.79	\$1.79
<b>6</b>	1.86	1.86	1.80	1.80
<b>7</b>	1.87	1.87	1.81	1.81
<b>8</b>	1.88	1.88	1.82	1.82
<b>9</b>	1.90	1.90	1.84	1.84
<b>10</b>	1.91	1.91	1.85	1.85
<b>11</b>	1.93	1.93	1.86	1.86
<b>12</b>	1.94	1.94	1.88	1.88
<b>13</b>	1.96	1.96	1.89	1.89
<b>14</b>	1.98	1.97	1.91	1.91
<b>15</b>	1.99	1.99	1.92	1.92
<b>16</b>	2.01	2.01	1.94	1.94
<b>17</b>	2.03	2.03	1.95	1.95
<b>18</b>	2.05	2.04	1.97	1.97
<b>19</b>	2.07	2.06	1.99	1.99
<b>20</b>	2.09	2.08	2.01	2.00
<b>21</b>	2.11	2.10	2.02	2.02
<b>22</b>	2.13	2.12	2.04	2.04
<b>23</b>	2.15	2.15	2.06	2.06
<b>24</b>	2.17	2.17	2.08	2.08
<b>25</b>	2.20	2.19	2.10	2.10
<b>26</b>	2.22	2.22	2.12	2.12
<b>27</b>	2.25	2.24	2.15	2.14
<b>28</b>	2.27	2.27	2.17	2.17
<b>29</b>	2.30	2.29	2.19	2.19
<b>30</b>	2.33	2.32	2.22	2.21
<b>31</b>	2.36	2.35	2.24	2.24
<b>32</b>	2.39	2.38	2.27	2.27
<b>33</b>	2.42	2.41	2.30	2.29
<b>34</b>	2.45	2.44	2.33	2.32
<b>35</b>	2.49	2.47	2.36	2.35
<b>36</b>	2.52	2.51	2.39	2.38

The above guaranteed minimum monthly payments for each \$1,000 of Annuity Value are based on the "2000 Individual Annuity Mortality Table" and an interest rate of 1.5%.

**TABLE 2 - OPTION D: LIFE INCOME WITH PERIOD CERTAIN**

<b>Age</b>	<b>Male 10 years Certain</b>	<b>Male 20 years Certain</b>	<b>Female 10 years Certain</b>	<b>Female 20 years Certain</b>
<b>37</b>	2.56	2.54	2.42	2.41
<b>38</b>	2.60	2.58	2.45	2.44
<b>39</b>	2.64	2.62	2.49	2.48
<b>40</b>	2.68	2.66	2.53	2.51
<b>41</b>	2.73	2.70	2.56	2.55
<b>42</b>	2.77	2.74	2.60	2.59
<b>43</b>	2.82	2.79	2.64	2.63
<b>44</b>	2.87	2.83	2.69	2.67
<b>45</b>	2.93	2.88	2.73	2.71
<b>46</b>	2.98	2.93	2.78	2.76
<b>47</b>	3.04	2.98	2.83	2.80
<b>48</b>	3.10	3.03	2.88	2.85
<b>49</b>	3.16	3.09	2.93	2.90
<b>50</b>	3.22	3.14	2.99	2.95
<b>51</b>	3.29	3.20	3.05	3.00
<b>52</b>	3.36	3.26	3.11	3.06
<b>53</b>	3.44	3.32	3.18	3.12
<b>54</b>	3.51	3.39	3.25	3.18
<b>55</b>	3.60	3.45	3.32	3.24
<b>56</b>	3.68	3.52	3.39	3.30
<b>57</b>	3.77	3.58	3.47	3.37
<b>58</b>	3.87	3.65	3.56	3.44
<b>59</b>	3.97	3.72	3.64	3.51
<b>60</b>	4.07	3.79	3.74	3.58
<b>61</b>	4.19	3.86	3.83	3.65
<b>62</b>	4.30	3.93	3.94	3.73
<b>63</b>	4.43	4.00	4.05	3.81
<b>64</b>	4.55	4.07	4.16	3.88
<b>65</b>	4.69	4.14	4.28	3.96
<b>66</b>	4.83	4.21	4.41	4.04
<b>67</b>	4.98	4.27	4.55	4.11
<b>68</b>	5.13	4.33	4.69	4.18

The above guaranteed minimum monthly payments for each \$1,000 of Annuity Value are based on the "2000 Individual Annuity Mortality Table" and an interest rate of 1.5%.

**TABLE 2 - OPTION D: LIFE INCOME WITH PERIOD CERTAIN**

<u>Age</u>	<u>Male 10 years Certain</u>	<u>Male 20 years Certain</u>	<u>Female 10 years Certain</u>	<u>Female 20 years Certain</u>
<b>69</b>	5.29	4.39	4.84	4.26
<b>70</b>	5.45	4.44	5.00	4.32
<b>71</b>	5.62	4.49	5.17	4.39
<b>72</b>	5.79	4.54	5.34	4.45
<b>73</b>	5.96	4.58	5.52	4.50
<b>74</b>	6.14	4.62	5.71	4.55
<b>75</b>	6.32	4.65	5.91	4.60
<b>76</b>	6.51	4.68	6.11	4.64
<b>77</b>	6.69	4.71	6.31	4.67
<b>78</b>	6.87	4.73	6.52	4.70
<b>79</b>	7.05	4.75	6.73	4.73
<b>80</b>	7.22	4.76	6.93	4.75
<b>81</b>	7.39	4.78	7.14	4.76
<b>82</b>	7.56	4.79	7.33	4.78
<b>83</b>	7.71	4.79	7.52	4.79
<b>84</b>	7.86	4.80	7.69	4.80
<b>85</b>	8.00	4.81	7.86	4.80
<b>86</b>	8.13	4.81	8.01	4.81
<b>87</b>	8.24	4.81	8.15	4.81
<b>88</b>	8.35	4.81	8.27	4.81
<b>89</b>	8.45	4.81	8.38	4.81
<b>90</b>	8.54	4.81	8.48	4.81
<b>91</b>	8.61	4.81	8.56	4.81
<b>92</b>	8.68	4.81	8.64	4.81
<b>93</b>	8.74	4.81	8.71	4.81
<b>94</b>	8.80	4.81	8.76	4.81
<b>95</b>	8.84	4.81	8.81	4.81
<b>96</b>	8.88	4.81	8.85	4.81
<b>97</b>	8.90	4.81	8.89	4.81
<b>98</b>	8.93	4.81	8.91	4.81
<b>99</b>	8.94	4.81	8.93	4.81
<b>100</b>	8.95	4.81	8.95	4.81

The above guaranteed minimum monthly payments for each \$1,000 of Annuity Value are based on the "2000 Individual Annuity Mortality Table" and an interest rate of 1.5%.

INSURED:

POLICY NUMBER:

### TABLE OF GUARANTEED VALUES

THESE VALUES ARE FOR THE AMOUNT OF INSURANCE AT THE END OF EACH POLICY YEAR IF ALL PREMIUMS DUE HAVE BEEN PAID, AND DO NOT INCLUDE LOANS. UPON THE OWNER'S REQUEST WE WILL PROVIDE VALUES FOR POLICY YEARS NOT SHOWN.

\$15,000

LEVEL DEATH BENEFIT WHOLE LIFE

END OF POLICY YEAR	BASIC CASH VALUE	REDUCED PAID-UP INSURANCE
1	\$0.00	\$0.00
2	\$22.95	\$60.00
3	\$388.65	\$885.00
4	\$758.55	\$1,665.00
5	\$1,131.00	\$2,415.00
6	\$1,505.70	\$3,120.00
7	\$1,882.95	\$3,780.00
8	\$2,263.35	\$4,425.00
9	\$2,647.80	\$5,025.00
10	\$3,037.20	\$5,610.00
11	\$3,432.00	\$6,165.00
12	\$3,831.60	\$6,690.00
13	\$4,234.35	\$7,200.00
14	\$4,637.10	\$7,680.00
15	\$5,037.45	\$8,145.00
16	\$5,436.45	\$8,580.00
17	\$5,833.95	\$8,985.00
18	\$6,230.10	\$9,375.00
19	\$6,623.55	\$9,750.00
20	\$7,011.75	\$10,095.00
21	\$7,391.55	\$10,425.00
22	\$7,761.30	\$10,740.00
23	\$8,119.50	\$11,025.00
24	\$8,465.55	\$11,295.00
25	\$8,800.65	\$11,535.00
26	\$9,124.35	\$11,775.00
27	\$9,434.85	\$11,985.00
28	\$9,730.35	\$12,195.00
29	\$10,008.75	\$12,375.00



INSURED:

### TABLE OF GUARANTEED VALUES

\$15,000

LEVEL DEATH BENEFIT WHOLE LIFE

END OF POLICY YEAR	BASIC CASH VALUE	REDUCED PAID-UP INSURANCE
30	\$10,268.85	\$12,540.00
31	\$10,510.20	\$12,690.00
32	\$10,732.65	\$12,825.00
33	\$10,939.35	\$12,960.00
34	\$11,134.50	\$13,065.00
35	\$11,318.25	\$13,185.00
36	\$11,490.00	\$13,275.00
37	\$11,648.70	\$13,365.00
38	\$11,796.75	\$13,455.00
39	\$11,938.50	\$13,530.00
40	\$12,072.75	\$13,605.00
41	\$12,197.70	\$13,665.00
42	\$12,309.75	\$13,725.00
43	\$12,411.30	\$13,785.00
44	\$12,510.90	\$13,830.00
45	\$12,608.10	\$13,890.00
46	\$12,702.75	\$13,935.00
47	\$12,794.85	\$13,980.00
48	\$12,884.55	\$14,025.00
49	\$12,972.00	\$14,070.00
50	\$13,056.90	\$14,115.00
51	\$13,139.25	\$14,160.00
52	\$13,219.05	\$14,190.00
53	\$13,296.45	\$14,235.00
54	\$13,371.15	\$14,265.00
55	\$13,443.15	\$14,295.00
56	\$13,512.75	\$14,340.00
57	\$13,579.65	\$14,370.00
58	\$13,644.00	\$14,400.00
59	\$13,705.65	\$14,430.00
60	\$13,764.90	\$14,460.00
61	\$13,821.30	\$14,475.00
62	\$13,873.35	\$14,505.00

INSURED:

POLICY NUMBER:

**TABLE OF GUARANTEED VALUES**

\$15,000

LEVEL DEATH BENEFIT WHOLE LIFE

END OF  
POLICY YEAR

BASIC CASH  
VALUE

REDUCED PAID-UP  
INSURANCE

63

\$15,000.00

\$15,000.00

**SAMPLE**  
FROM CHOICE MUTUAL

ALL VALUES ARE BASED ON THE COMMISSIONERS 2001 STANDARD ORDINARY MORTALITY TABLE FOR NON-SMOKER MALES (AGE LAST BIRTHDAY) WITH DISCRETE FUNCTIONS AND INTEREST AT 4.50% A YEAR.