

**DISCLOSURE STATEMENT FOR ACCELERATED BENEFITS RIDER**

- A. What Is An Accelerated Benefit?** An Accelerated Benefit is a portion of the death benefit paid because (1) your life expectancy is reduced to less than 6 months; (2) you are confined to an eligible nursing home for the balance of life; or (3) you have a heart attack, stroke, major organ transplant, life threatening cancer, end stage renal failure, permanent paralysis or Alzheimer's Disease. The amount paid will be an interest bearing lien against the policy.
- B. What Payment Options Are Available?** Up to 50% of the death benefit for (1); 40% for (2); or 5% for (3). The maximum benefit in any case is \$250,000 for (1) or (2) and \$25,000 for (3). This amount can be paid as a lump sum or in periodic payments. You can choose the amount and frequency of periodic payments.
- C. What Is The Premium For The Accelerated Benefits Rider?** No additional premium is charged for an Accelerated Benefits Rider. Your policy premiums are still due after taking the Accelerated Benefits unless premiums are waived under another policy provision.
- D. What Is The Administrative Charge For The Accelerated Benefit?** An administrative charge, not to exceed \$300, will be deducted from any Accelerated Benefit.
- E. If the policy has an Additional Specified Amount Rider, can the Rider Specified Amount be accelerated?** No, only the death benefit of the base policy can be accelerated.
- F. If I Have A Policy Loan, How Is It Affected?** A portion of the policy loan equal to the policy loan times the applicable benefit percentage will be repaid from the amount of the Accelerated Benefit. Future policy loans will be limited by the amount of the Accelerated Benefit and any accrued interest.
- G. How Will Taking An Accelerated Benefit Affect My Policy?** The cash value will not be reduced, although access to it will be limited by the amount of the benefit and any accrued interest. The death benefit reduced by the Accelerated Benefits and accrued interest will be paid to your beneficiary at death if the policy is in force at that time.

Here is an example of how an Accelerated Benefit affects a policy: Assume the 50% maximum benefit is claimed and paid because your life expectancy is reduced to less than 6 months:

Face Amount	\$50,000
Policy Loan	\$0
Loan Interest Rate	5%
Maximum Accelerated Benefit	\$25,000

	<b>Death Benefit</b>	<b>Lien &amp; Interest</b>	<b>Payable At Death</b>	<b>Cash Value</b>	<b>Loan Value</b>
Date of Benefit	\$50,000.	\$25,000.	\$25,000.	\$10,000.	\$5,000.
6 Months Later	\$50,000.	\$25,620.	\$24,380.	\$10,500.	\$5,250.
1 Year Later	\$50,000.	\$26,250.	\$23,750.	\$11,000.	\$5,500.

- H. Are There Any Limitations On The Use Of The Accelerated Benefit Proceeds?** There are no restrictions or limitations.
- I. Are The Accelerated Benefit Proceeds Taxable?** Unlike conventional life insurance proceeds, Accelerated Benefits payable under this Rider **May Be Taxable**. Consult a personal tax advisor. Review very carefully the Accelerated Benefits Rider for its provisions, limitations and benefits.

Signature of Policyowner	Date	Signature of Beneficiary (if irrevocable)	Date
Signature of Agent	Date		