



TERMINAL ILLNESS ACCELERATED DEATH BENEFIT DISCLOSURE

This disclosure provides a brief description of the available Terminal Illness Accelerated Death Benefit and the effect on the Policy. This disclosure is not an insurance contract, but only a summary of the coverage provided. There is no additional premium charge or cost for this benefit, and it is not intended to qualify as long-term care insurance.

Terminal Illness Accelerated Death Benefit, referred to in the Policy as Terminal Illness Benefit, is a one-time benefit which allows You to receive an advance payment of up to fifty percent (50%) of the death benefit during the lifetime of the Insured if the Insured named on the Policy Schedule page is diagnosed with a Terminal Illness after the Date of Issue. Terminal Illness means a medical condition that is reasonably expected to result in the Insured having a life expectancy of twelve (12) months or less, and from which there is no reasonable prospect for recovery.

The death benefit, any cash value and Life Policy Premium will be reduced proportionally to the percentage elected if a Terminal Illness Benefit is paid. Prior to, or concurrent with any election to receive a Terminal Illness Benefit, You and any Irrevocable Beneficiary will be given a statement explaining the effect of the payment on the Policy's Cash Value, Death Benefit, Policy Life Premium, and Policy loans. Please see Page 2 of this disclosure for an example of the effects.

Taxability of Benefits – The amount paid under the Terminal Illness Benefit may be taxable. We are not responsible for any tax on, or other effects of, any Terminal Illness Benefit paid. As with all tax matters, consult Your personal tax advisor to assess the impact of this benefit. This benefit is intended to qualify for favorable tax treatment.

Receiving payment of the Terminal Illness Benefit may adversely affect Your, Your spouse's or Your family's eligibility for medical assistance (Medicaid), Aid to Families with Dependent Children (AFDC), supplementary Social Security Income (SSI), and drug assistance or other public assistance programs. You should consult a qualified advisor with social services agencies regarding how receipt of the Terminal Illness Benefit payment may affect eligibility for such programs.

The portion of the Death Benefit remaining after payment of the Terminal Illness Benefit will be paid upon the Insured's death, pursuant to the Policy.

ACKNOWLEDGMENT

I have received a copy of this disclosure.

Owner

Signature: _____ Date: _____

Agent

Signature: _____ Agent Number: _____

If You decide to request the one-time Terminal Illness Benefit, this is an example of the changes Your request will have on the Policy Death Benefit, Policy Life Premium, Policy Cash Value, and Policy Outstanding Loan Balance.

Example Policy information for a Female, Age 35 with a Policy in force for 10 years:

Example of effects on Policy values

Example Benefit Percentage fifty percent (50%)	Before Payment of Terminal Illness Benefit	After Payment of Terminal Illness Benefit
Policy Death Benefit	\$ 10,000.00	\$ 5,000.00
Policy Life Premium Per Month	\$ 25.70	\$ 14.35
Policy Cash Value	\$ 717.56	\$ 358.78
Policy Outstanding Loan Balance	\$ 100.00	\$ 50.00

Example of Calculation of Payment Amount

Terminal Illness Benefit Payment	\$ 5,000.00
Administration Fee*	\$ 0.00
Unpaid Premium Due	\$ 25.70
Outstanding Loan Payment	\$ 50.00
Amount of Check:	\$ 4,924.30

*An administrative fee may apply at the time of acceleration. The administration fee is subject to change but will not exceed \$250. No interest charge will be made.

Your Terminal Illness Benefit will be different based on the Benefit Percentage requested and Your Policy specifics.