

EconoMAX
A BLEND FOR LIFE

“ *Economax*
can be a useful
choice for
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budget. ”

Economax is a blended insurance policy composed of approximately 30% whole life and 70% term insurance. This combination can make it a useful choice for families and businesses on a limited budget who want the permanent power of whole life coverage and the cost-saving benefits of term insurance. Economax's cost-effective, level premiums can also make it a useful alternative for anyone who currently owns term insurance and wants to begin to build cash values with whole life.

Personal Uses: Family protection; mortgage protection; estate tax protection for grandparents; forced savings; and as a low cost universal life alternative. Best used when the death benefit is needed and cash value is of secondary importance.

Business Uses: Buy & sell agreements; estate conservation and liquidity; stock redemption; and coverage for farm and business loans.

Product Specifications

Underwriting Classes and Issue Ages

- Preferred Non-Tobacco: 18-80
- Standard Non-Tobacco: 18-80
- Preferred Tobacco: 18-80
- Standard Tobacco: 0-80

Rate Bands

- Preferred Classes: \$100,000
- Standard Classes:
 - Band 1: \$10,000 - \$99,999
 - Band 2: \$100,000 and Above

Minimum Face Amount

- Preferred Classes: \$100,000
- Standard Classes: Lesser of \$50,000 or \$300 of annual premium. The face amount can never be less than \$10,000.

Premiums

Premiums vary by underwriting class, sex, band and issue age. Premiums are level and payable to age 100.

Policy fee

\$50

Guaranteed Interest Rate

A 4.0% interest rate is applied in the calculation of guaranteed cash values. However, the interest earned is offset by expense and mortality charges.

Dividends

Dividends vary by underwriting class, sex, issue age and duration, and can buy a combination of one-year term and paid-up additional insurance equal to the reduction in guaranteed face amount, thus maintaining the total amount of initial death benefit.

Loans

Loans up to the amount of the cash surrender value are available after the first policy anniversary.

Loan and Interest Rate

The loan interest rate is variable. The maximum rate is the greater of the cash value rate plus 1%, or the Moody Corporate Bond Yield Average - Monthly Average Corporates.

Optional Riders

- Accelerated Death Benefit
- Accidental Death Benefit
- Applicant Waiver of Premium Benefit
(provided there are no term or Flex Pay PUA riders on the policy)
- Children's Insurance Rider
- Disability Benefit Rider (DBR), on Flex Pay PUA Rider
- Flexible Premium Paid-Up Additional Insurance Rider (Flex Pay PUA Rider)
- Guaranteed Purchase Option (GPO)
- 7- and 15-Year Term Riders
(Maximum amounts: primary insured, three times the base face amount and non-primary insurance, 10 times the base face amount)
- Single Premium Paid-Up Additional Insurance Rider
- Waiver of Premium, 2-Year and 5-Year Own Occupation

Grace Period

31 days

Surrender Charges

None

Payment Modes and Factors

- Annual
- Semiannual: 0.525
- Quarterly: 0.265
- Monthly PAC: 0.087

Maturity Date

Age 121

Beneficiary Settlement Options

- Interest Only
- Fixed Period (5 to 30 years)
- Life Income with No Refund
- Life Income with Installment Refund
- 10-Year Certain and Life
- 20-Year Certain and Life
- Joint & Survivor with No Refund
(100%, 2/3, or 1/2 to survivor)
- Joint & Survivor with Installment Refund
(100%, 2/3, or 1/2 to survivor)
- Lump Sum

