

EconoMAX

A B L E N D F O R L I F E

Economax[®] is a blended product, made up of participating whole life and term insurance. It can be a useful choice for families and businesses on a limited budget who want the benefits of permanent insurance and the cost savings of term.

Personal Uses include: Family, mortgage and estate tax protection, and forced savings. Best used when the death benefit is needed and cash value is of secondary importance.

Business Uses include: Buy/sell agreements, estate conservation and liquidity, stock redemption and coverage for farm and business loans.

Product Specifications for Economax

Issue Ages: 0–80

Rate Bands:

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

Risk Classes:

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

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.

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.

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

Policy Fee: \$50

Cash Values: Vary by issue age, sex and duration.

Dividends: Vary by issue age, sex, duration and underwriting class, 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.

Product Specifications for Economax (Continued)

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—Terminal Illness
- 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
- Flexible Premium Paid-Up Additional Insurance Rider (Flex Pay PUA)
- Single Premium Paid-Up Additional Insurance Rider
- Disability Benefit Rider (DBR), on 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)
- Waiver of Premium, 2-Year and 5-Year Own Occupation

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:

- Life—Life and Period Certain
- Joint Life—Joint Life Certain Period
- Interest Only—Period Certain
- Lump Sum