

Accelerated Death Benefit Rider for Chronic and Terminal Illness

Mutual Trust's Accelerated Death Benefit Rider for Chronic and Terminal Illness enables policyowners to accelerate a portion of the policy's eligible face amount if the insured has been certified through written certification by a physician to be chronically or terminally ill. A policy can have an Accelerated Death Benefit Rider that only includes the terminal illness provision if it is ineligible for the chronic illness provision.

Rider Specifications

CHRONIC ILLNESS PROVISION*

Availability: Horizon Value™ and Legacy One

Issue Ages: 0–75 (Elections cannot be made until insured's attained age is 18.)

Requirements at Issue for Insured:

- Age 75 or less
- Rated at Table 4 or less
- The face amount at issue is not less than \$50,000—base and PUA rider(s) combined

Underwriting Requirements:

- No change in underwriting requirements for ages 70 and below
- Ages 71 and higher require an addendum to the paramedical exam

Cost:** No additional premium

Qualifying Event:

Chronic illness means that the insured has been certified through a written certification by a physician within the last 12 months as:

- Being unable to perform at least two Activities of Daily Living (eating, bathing, dressing, toileting,

transferring or continence) without substantial assistance from another person due to a loss of functional capacity for a period of at least 90 consecutive days, or

- Requiring substantial supervision by another person for a period of at least 90 consecutive days to protect the insured from threats to health and safety due to a physician's diagnosis of a severe cognitive impairment.

Benefits:

- Minimum annual election is lesser of 5% of the eligible face amount or \$10,000.
- Maximum annual election is 24% of the eligible face amount up to \$240,000. (This amount may be lower for a final election.)

* **Accelerated Death Benefit—Chronic Illness is not long-term care insurance** nor is it intended to replace long-term care insurance.

** **Administrative and reduction fees are taken at time of acceleration.** See provisions for full rider details.

Rider Specifications (Continued)

TERMINAL ILLNESS PROVISION

Availability: All traditional and term products

Cost*: No additional premium

Qualifying Event: Terminal illness is a noncorrectable medical condition for which the insured's life expectancy, assuming ordinary and reasonable medical care, is 12 months or less.

Benefits:

- Minimum is lesser of 50% of the eligible face amount or \$10,000
- Maximum is 50% of the eligible face amount up to \$250,000

Payments for Chronic & Terminal Illness:

Payment may be single lump sum, or series of equal payments occurring semi-annually, quarterly, or monthly.

** Administrative and reduction fees are taken at time of acceleration. See provisions for full rider details.*



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