

**TEXASLIFE** INSURANCE  
COMPANY

Testing Test  
1234 State St  
Castle Rock, MN 55010

**This Booklet Contains Important Information, Forms and Notices**  
**Your Life Insurance Policy is Separately Enclosed**

Insured: Testing Test

Information for Contract No. CL2061967

# TEXASLIFE INSURANCE COMPANY

Since 1901 | 900 WASHINGTON | POST OFFICE BOX 830 | WACO, TEXAS 76703-0830

## Booklet Contents

This booklet contains the following important information, forms and documents:

- Welcome letter
- Life Insurance Buyer's Guide — a guide to help you understand life insurance
- Policy Cost and Benefit Statement — a summary of future policy guaranteed cash values and death benefits
- Summary of the Illinois Life and Health Insurance Guaranty Association Notice
- Consumer Privacy Notice

**YOUR POLICY IS SEPARATELY ENCLOSED**

# TEXASLIFE INSURANCE COMPANY

August 16, 2013

Testing Test  
1234 State St  
Castle Rock, MN 55010

**FAX TO**  
CUSTOMER SERVICES  
254-745-6393


Thank you for your recent life insurance purchase. We are pleased you chose Texas Life Insurance Company to help fulfill your life insurance needs. Your new policy is enclosed along with important information about the policy. We encourage you to read both your policy and the information booklet enclosed.

Texas Life has been providing peace of mind to families since 1901. In fact, we received the first charter the State of Texas ever issued to a life insurance company.

Your premiums are being paid through the convenience of payroll deduction at work. We want you to be aware of the fact that should you leave your current employment, your insurance is portable. You can keep your coverage by continuing to pay your premiums through automatic bank draft or home billing.

If you have any questions or need service, please call our Customer Service Department at 800-283-9233, Extensions 6814 or 6815.

Sincerely,



Customer Service Department

Re Policy No: CL2061967  
Agent: HOME OFFICE 0000009999

FORM: 081110

## LIFE INSURANCE BUYER'S GUIDE

This guide can help when you shop for life insurance. It discusses how to:

- Find a Policy That Meets Your Needs and Fits Your Budget
- Decide How Much Insurance You Need
- Make Informed Decisions When You Buy A Policy

*Prepared by the National Association of Insurance Commissioners*

The National Association of Insurance Commissioners is an association of state insurance regulatory officials. This association helps the various insurance departments to coordinate insurance laws for the benefit of all consumers.

This guide does not endorse any company or policy.  
Reprinted by Texas Life Insurance Company

## IMPORTANT THINGS TO CONSIDER

1. Review your own insurance needs and circumstances. Choose the kind of policy that has benefits that most closely fit your needs. Ask an agent or company to help you.
2. Be sure that you can handle premium payments. Can you afford the initial premium? If the premium increases later and you still need insurance, can you still afford it?
3. Don't sign an insurance application until you review it carefully to be sure all the answers are complete and accurate.
4. Don't buy life insurance unless you intend to stick with your plan. It may be very costly if you quit during the early years of the policy.
5. Don't drop one policy and buy another without a thorough study of the new policy and the one you have now. Replacing your insurance **may be costly**.
6. Read your policy carefully. Ask your agent or company about anything that is not clear to you.
7. Review your life insurance program with your agent or company every few years to keep up with changes in your income and your needs.

## Buying Life Insurance

When you buy life insurance, you want coverage that fits your needs.

**First**, decide how much you need — and for how long — and what you can afford to pay. Keep in mind the major reason you buy life insurance is to cover the financial effects of unexpected or untimely death. Life insurance can also be one of many ways you plan for the future.

**Next**, learn what kinds of policies will meet your needs and pick the one that best suits you.

**Then**, choose the combination of policy premium and benefits that emphasizes protection in case of early death, or benefits in case of long life, or combination of both.

It makes good sense to ask a life insurance agent or company to help you. An agent can help you review your insurance needs and give you information about the available policies. If one kind of policy doesn't seem to fit your needs, ask about others.

This guide provides only basic information. You can get more facts from a life insurance agent or company or from your public library.

## What About The Policy You Have Now?

If you are thinking about dropping a life insurance policy, here are some things you should consider:

- If you decide to replace your policy, don't cancel your old policy until you have received the new one. You then have a minimum period to review your new policy and decide if it is what you wanted.
- It may be costly to replace a policy. Much of what you paid in the early years of the policy you have now paid for the company's cost of selling and issuing the policy. You may pay this type of cost again if you buy a new policy.
- Ask your tax advisor if dropping your policy could affect your income taxes.
- If you are older or your health has changed, premiums for the new policy will often be higher. You will not be able to buy a new policy if you are not insurable.
- You may have valuable rights and benefits in the policy you now have that are not in the new one.
- If the policy you have now no longer meets your needs, you may not have to replace it. You might be able to change your policy or add to it to get the coverage or benefits you now want.
- At least in the beginning, a policy may pay no benefits for some causes of death covered in the policy you have now.

In all cases, if you are thinking of buying a new policy, check with the agent or company that issued you the one you have now. When you bought your old policy, you may have seen an illustration of the benefits of your policy. Before replacing your policy, ask your agent or company for an updated illustration. Check to see how the policy has performed and what you might expect in the future, based on the amounts the company is paying now.

### **How Much Do You Need?**

Here are some questions to ask yourself:

- How much of the family income do I provide? If I were to die early, how would my survivors, especially my children, get by? Does anyone else depend on me financially, such as a parent, grandparent, brother or sister?
- Do I have children for whom I'd like to set aside money to finish their education in the event of my death?
- How will my family pay final expenses and repay debts after my death?
- Do I have family members or organizations to whom I would like to leave money?
- Will there be estate taxes to pay after my death?
- How will inflation affect future needs?

As you figure out what you have to meet these needs, count the life insurance you have now, including any group insurance where you work or veteran's insurance. Don't forget Social Security and pension plan survivor's benefits. Add other assets you have: savings, investments, real estate and personal property. Which assets would your family sell or cash in to pay expenses after your death?

### What Is the Right Kind of Life Insurance?

All policies are not the same. Some give coverage for your lifetime and others cover you for a specific number of years. Some build up cash values and others do not. Some policies combine different kinds of insurance, and others let you change from one kind of insurance to another. Some policies may offer other benefits while you are still living. Your choice should be based on your needs and what you can afford.

There are two basic types of life insurance: **term insurance** and **cash value insurance**. Term insurance generally has lower premiums in the early years, but does not build up cash values that you can use in the future. You may combine cash value life insurance with term insurance for the period of your greatest need for life insurance to replace income.

**Term Insurance** covers you for a *term* of one or more years. It pays a death benefit only if you die in that term. Term insurance generally offers the largest insurance protection for your premium dollar. It generally does not build up cash value.

You can renew most term insurance policies for one or more terms even if your health has changed. Each time you renew the policy for a new term, premiums may be higher. Ask what the premiums will be if you continue to renew the policy. Also ask if you will lose the right to renew the policy at some age. For a higher premium, some companies will give you the right to keep the policy in force for a guaranteed period at the same price each year. At the end of that time you may need to pass a physical examination to continue coverage, and premiums may increase.

You may be able to trade many term insurance policies for a cash value policy during a conversion period even if you are not in good health. Premiums for the new policy will be higher than you have been paying for the term insurance.

**Cash Value Life Insurance** is a type of insurance where the premiums charged are higher at the beginning than they would be for the same amount of term insurance. The part of the premium that is not used for the cost of insurance is invested by the company and builds up a cash value that may be used in a variety of ways. You may borrow against a policy's cash value by taking a policy loan. If you don't pay back the loan and the interest on it, the amount you owe will be subtracted from the benefits when you die, or from the cash value if you stop paying premiums and take out the remaining cash value. You can also use your cash value to keep insurance protection for a limited time or to buy a reduced amount without having to pay more premiums. You also can use the cash value to increase your income in retirement or to help pay for needs such as child's tuition without canceling the policy. However, to build up this cash value, you must pay higher premiums in the earlier years of the policy. Cash value life insurance may be one of several types; whole life, universal life and variable life are all types of cash value insurance.

**Whole Life Insurance** covers you for as long as you live if your premiums are paid. You generally pay the same amount in premiums for as long as you live. When you first take out the policy, premiums can be several times higher than you would pay initially for the same amount of term insurance. But they are smaller than the premiums you would eventually pay if you were to keep renewing a term policy until your later years.

Some whole life policies let you pay premiums for a shorter period such as 20 years, or until age 65. Premiums for these policies are higher since the premium payments are made during a shorter period.

**Universal Life Insurance** is a kind of flexible policy that lets you vary your premium payments. You can also adjust the face amount of your coverage. Increases may require proof that you qualify for the new death benefit. The premiums you pay (less expense charges) go into a policy account that earns interest. Charges are deducted from the account. If your yearly premium payment plus the interest your account earns is less than the charges, your account value will become lower. If it keeps dropping, eventually your coverage will end. To prevent that, you may need to start making premium payments, or increase your premium payments, or lower your death benefits. Even if there is enough in your account to pay the premiums, continuing to pay premiums yourself means that you build up more cash value.

**Variable Life Insurance** is a kind of insurance where the death benefits and cash values depend on the investment performance of one or more separate accounts, which may be invested in mutual funds or other investments allowed under the policy. Be sure to get the prospectus from the company when buying this kind of policy and **STUDY IT CAREFULLY**. You will have higher death benefits and cash value if the underlying investments do well. Your benefits and cash value will be lower or may disappear if the investments you chose didn't do as well as you expected. You may pay an extra premium for a guaranteed death benefit.

## Life Insurance Illustrations

You may be thinking of buying a policy where cash values, death benefits, dividends or premiums may vary based on events or situations the company does not guarantee (such as interest rates). If so, you may get an illustration from the agent or company that helps explain how the policy works. The illustration will show how the benefits that are not guaranteed will change as interest rates and other factors change. The illustration will show you what the company guarantees. It will also show you what *could* happen in the future. Remember that nobody knows what will happen in the future. You should be ready to adjust your financial plans if the cash value doesn't increase as quickly as shown in the illustration. You will be asked to sign a statement that says you understand that some of the numbers in the illustration are not guaranteed.

## Finding a Good Value in Life Insurance

After you have decided which kind of life insurance is best for you, compare similar policies from different companies to find which one is likely to give you the best value for your money. A simple comparison of the premiums is not enough. There are other things to consider. For example:

- Do premiums or benefits vary from year to year?
- How much do the benefits build up in the policy?
- What part of the premiums or benefits is not guaranteed?
- What is the effect of interest on money paid and received at different times on the policy?

Remember that no one company offers the lowest cost at **all** ages for **all** kinds and amounts of insurance. You should also consider other factors:

- How quickly does the cash value grow? Some policies have low cash values in the early years that build quickly later on. Other policies have a more level cash value build-up. A year-by-year display of values



and benefits can be very helpful. (The agent or company will give you a policy summary or an illustration that will show benefits and premiums for selected years.)

- Are there special policy features that particularly suit your needs?
- How are nonguaranteed values calculated? For example, interest rates are important in determining policy returns. In some companies increases reflect the average interest earnings on all of that company's policies regardless of when issued. In others, the return for policies issued in a recent year, or a group of years, reflects the interest earnings on that group of policies; in this case, amounts paid are likely to change more rapidly when interest rates change.

# TEXASLIFE INSURANCE COMPANY

## Policy Cost and Benefit Statement

Policy Form: PRFNG-NI-10 Flexible Premium Life Insurance to Age 121

Agent  
HOME OFFICE  
PO Box 830  
Waco, TX 76703

Insured: ..... Testing Test  
Issue Age: ..... 30  
Contract Number: ..... CL2061967  
Face Amount: ..... 100,000.00

Maximum Contract Loan Interest Rate: 7.4% in advance

| COLUMN 1  | COLUMN 2               | COLUMN 3                          | COLUMN 4                                   |
|-----------|------------------------|-----------------------------------|--|
| END YEAR  | PLANNED ANNUAL PREMIUM | END OF YEAR GUARANTEED CASH VALUE | BEGINNING OF YEAR GUARANTEED DEATH BENEFIT |
| 1         | 402.24                 | 13.48                             | 100,000.00                                 |
| 2         | 402.24                 | 15.26                             | 100,000.00                                 |
| 3         | 402.24                 | 17.08                             | 100,000.00                                 |
| 4         | 402.24                 | 19.00                             | 100,000.00                                 |
| 5         | 402.24                 | 21.11                             | 100,000.00                                 |
| 6         | 402.24                 | 23.17                             | 100,000.00                                 |
| 7         | 402.24                 | 25.33                             | 100,000.00                                 |
| 8         | 402.24                 | 280.15                            | 100,000.00                                 |
| 9         | 402.24                 | 538.38                            | 100,000.00                                 |
| 10        | 402.24                 | 799.22                            | 100,000.00                                 |
| 11        | 402.24                 | 1,060.76                          | 100,000.00                                 |
| 12        | 402.24                 | 1,321.07                          | 100,000.00                                 |
| 13        | 402.24                 | 1,577.15                          | 100,000.00                                 |
| 14        | 402.24                 | 1,826.90                          | 100,000.00                                 |
| 15        | 402.24                 | 2,067.16                          | 100,000.00                                 |
| 16        | 402.24                 | 2,296.61                          | 100,000.00                                 |
| 17        | 402.24                 | 2,513.89                          | 100,000.00                                 |
| 18        | 402.24                 | 2,721.58                          | 100,000.00                                 |
| 19        | 402.24                 | 2,921.32                          | 100,000.00                                 |
| 20        | 402.24                 | 3,108.89                          | 100,000.00                                 |
| 21        | 402.24                 | 3,278.91                          | 100,000.00                                 |
| 22        | 402.24                 | 3,424.77                          | 100,000.00                                 |
| 23        | 402.24                 | 3,539.61                          | 100,000.00                                 |
| 24        | 402.24                 | 3,616.22                          | 100,000.00                                 |
| 25        | 402.24                 | 3,643.15                          | 100,000.00                                 |
| At Age 60 | 402.24                 | 2,409.15                          | 100,000.00                                 |
| At Age 65 | 402.24*                | 0.00*                             | 0.00*                                      |
| At Age 70 | 402.24*                | 0.00*                             | 0.00*                                      |

**\* Important Notice:** For years marked with an asterisk in column 2 the premium required to continue your insurance coverage may stay the same, go up, or go down. Since the premium for those years may change, column 4 shows the death benefit for those years as zero. But, the death benefit of \$100,000.00 will be available to you for those years if you pay the necessary premium at the time. We will notify you if the required premium changes and of any right to a partial refund of premium. If You have questions call one of our Customer Service Representatives at 1-800-283-9233.

# TEXASLIFE INSURANCE COMPANY

## Policy Cost and Benefit Statement

Policy Form: PRFNG-NI-10 Flexible Premium Life Insurance to 121

|                |                        |              |
|----------------|------------------------|--------------|
| Agent          | Insured: .....         | Testing Test |
| HOME OFFICE    | Issue Age: .....       | 30           |
| PO Box 830     | Contract Number: ..... | CL2061967    |
| Waco, TX 76703 | Face Amount: .....     | 100,000.00   |

Maximum Contract Loan Interest Rate: 7.4% in advance

### Cost Indexes

|             | GUARANTEED |          |
|-------------|------------|----------|
|             | 10 YEARS   | 20 YEARS |
| SURRENDER   | 3.42       | 3.13     |
| NET PAYMENT | 4.02       | 4.02     |

Refer to the life insurance buyer's guide for an explanation of the intended use of these indexes. The interest adjusted Cost Indexes shown are one measure of the cost of protection and other services rendered by the Company. While a lower index number generally represents a better value than a higher one, it does not necessarily define true cost. Use it to compare. Your actual indexes may increase or decrease depending upon future cost of insurance rates, credited interest rates and the time when surrender or death occurs.

This summary assumes the payment of the Planned Periodic Premium of \$ 33.52 on the Issue Date and at each Planned Payment Interval (Monthly) thereafter, assuming no Indebtedness and no prior partial surrenders.

On each Contract Anniversary Date we will provide an annual report. If, assuming guaranteed interest, cost of insurance rates and loads, the Contract's surrender value will not maintain the life insurance coverage in force until the end of the next reporting period unless further premium payments are made, a notice to that effect will be included in the report.

This policy has a Benchmark Cash Value which is the cash value produced assuming: (a) the continuous and uninterrupted payment of a monthly premium equal to \$ 33.50; (b) actual interest rates applied and actual cost of insurance rates used; (c) no direct monthly billing fee applied; and, (d) no prior Partial Surrenders.

Guaranteed factors are based upon the 2001 CSO Mortality Table-C, Age Last Birthday, loading and interest at 4% credited to the cash value. No surrender charges apply.

This is a current experience policy. Future results will depend upon future economic factors. The Company, in its sole discretion, at any time may credit higher than guaranteed interest rates. Likewise, it may use a scale of cost of insurance rates more favorable than the policy's maximum rates based upon criteria such as amount of cash value, premiums paid and contract year, but only when actual cash value equals or exceeds the Benchmark Cash Value.

If the only premiums paid are the Planned Premiums (see policy page 3) then, if we were never to credit more than the guaranteed minimum interest and always charge the guaranteed maximum cost of insurance rates, the policy will lapse on February 20, 2046.

# TEXASLIFE INSURANCE COMPANY

## Policy Cost and Benefit Statement

Policy Form: PRFNG-NI-10 Flexible Premium Life Insurance to 121

|                |                        |              |
|----------------|------------------------|--------------|
| Agent          | Insured: .....         | Testing Test |
| HOME OFFICE    | Issue Age: .....       | 30           |
| PO Box 830     | Contract Number: ..... | CL2061967    |
| Waco, TX 76703 | Face Amount: .....     | 100,000.00   |

Maximum Contract Loan Interest Rate: 7.4% in advance

### Percent of Premium Load

A Maximum Premium Load of 4.000% will be deducted from each premium paid.

### Monthly Life Insurance Loads

A permanent monthly life insurance load of \$1.44 will be included in the monthly deduction deducted from the Cash Value on the Issue Date and on each Monthly Anniversary Date.

A monthly life insurance load will be included in the monthly deduction deducted from the Cash Value on the Issue Date and on each Monthly Anniversary Date. The monthly life insurance load per \$1,000 of Face Amount is shown in Table A below.

**TABLE A**  
**TABLE OF MONTHLY LOADS**  
**(Per \$1,000 of Face Amount)**

| Contract Year | Monthly Load | Contract Year | Monthly Load | Contract Year | Monthly Load | Contract Year | Monthly Load |
|---------------|--------------|---------------|--------------|---------------|--------------|---------------|--------------|
| 1             | 0.2183       | 2             | 0.2283       | 3             | 0.2267       | 4             | 0.2242       |
| 5             | 0.2208       | 6             | 0.2167       | 7             | 0.2117       | 8 & Up        | 0.0000       |

**Policy Cost and Benefit Statement**

Policy Form: PRFNG-NI-10 Flexible Premium Life Insurance to 121

---

Agent  
HOME OFFICE  
PO Box 830  
Waco, TX 76703

Insured: ..... Testing Test  
Issue Age: ..... 30  
Contract Number: ..... CL2061967  
Face Amount: ..... 100,000.00

---

Maximum Contract Loan Interest Rate: 7.4% in advance

---

**Accelerated Death Benefit Due to Terminal Illness Rider**

Rider Form: ULABR-07 R/2 5/09

Your life insurance Contract includes an Accelerated Death Benefit Due to Terminal Illness Rider. For each Contract year the rider is in effect, the rider does not pay a Guaranteed Death Benefit, but provides for payment of an amount defined in the rider upon the Insured's Terminal Illness. There is no separate annual premium for this rider.

## **ILLINOIS LIFE AND HEALTH INSURANCE GUARANTY ASSOCIATION LAW**

Residents of Illinois who purchase health insurance, life insurance, and annuities should know that the insurance companies licensed in Illinois to write these types of insurance are members of the Illinois Life and Health Insurance Guaranty Association. The purpose of this Guaranty Association is to assure that policyholders will be protected, within limits, in the unlikely event that a member insurer becomes financially unable to meet its policy obligations. If this should happen, the Guaranty Association will assess its other member insurance companies for the money to pay the covered claims of policyholders that live in Illinois (and their payees, beneficiaries, and assignees) and, in some cases, to keep coverage in force. The valuable extra protection provided by these insurers through the Guaranty Association is not unlimited, however, as noted below.

### **ILLINOIS LIFE AND HEALTH INSURANCE GUARANTY ASSOCIATION DISCLAIMER**

The Illinois Life and Health Insurance Guaranty Association provides coverage of claims under some types of policies if the insurer becomes impaired or insolvent. **COVERAGE MAY NOT BE AVAILABLE FOR YOUR POLICY.** Even if coverage is provided, there are substantial limitations and exclusions. Coverage is generally conditioned on continued residence in Illinois. Other conditions may also preclude coverage.

You should not rely on availability of coverage under the Life and Health Insurance Guaranty Association Law when selecting an insurer. Your insurer and agent are prohibited by law from using the existence of the Association or its coverage to sell you an insurance policy.

The Illinois Life and Health Insurance Guaranty Association or the Illinois Department of Insurance will respond to any questions you may have which are not answered by this document. Policyholders with additional questions may contact:

Illinois Life and Health Insurance Guaranty Association  
8420 West Bryn Mawr Avenue, Suite 550  
Chicago, Illinois 60631  
(773) 714-8050

Illinois Department of Insurance  
320 West Washington Street  
4th Floor  
Springfield, Illinois 62767  
(217) 782-4515

### **Summary of General Purposes and Current Limitations of Coverage**

The Illinois law that provides for this safety-net coverage is called the Illinois Life and Health Insurance Guaranty Association Law ("Law") [215 ILCS 5/531.01, et seq.]. The following contains a brief summary of the Law's coverages, exclusions, and limits. This summary does not cover all provisions, nor does it in any way change anyone's rights or obligations under the Law or the rights or obligations of the Guaranty Association. If you have obtained this document from an agent in connection with the purchase of a policy, you should be aware that its delivery to you does not guarantee that your policy is covered by the Guaranty Association.

**Coverage:**

The Illinois Life and Health Insurance Guaranty Association provides coverage to policy holders that reside in Illinois for insurance issued by members of the the Guaranty Association, including:

1. life insurance, health insurance, and annuity contracts;
2. life, health or annuity certificates under direct group policies or contracts;
3. unallocated annuity contracts; and
4. contracts to furnish health care services and subscription certificates for medical or health care services issued by certain licensed entities. The beneficiaries, payees, or assignees of such persons are also protected, even if they live in another state.

**a. Exclusions from Coverage:**

1. The Guaranty Association does not provide coverage for:
  - A. any policy or portion of a policy for which the individual has assumed the risk;
  - B. any policy of reinsurance (unless an assumption certificate was issued);
  - C. interest rate guarantees which exceed certain statutory limitations;
  - D. certain unallocated annuity contracts issued to an employee benefit plan protected under the Pension Benefit Guaranty Corporation and any portion of a contract which is not issued to or in connection with a specific employee, union or association of natural persons benefit plan or a government lottery;
  - E. any portion of a variable life insurance or variable annuity contract not guaranteed by an insurer, or
  - F. any stop loss insurance.
2. In addition, persons are not protected by the Guaranty Association if:
  - A. the Illinois Director of Insurance determines that, in the case of an insurer which is not domiciled in Illinois, the insurer's home state provides substantially similar protection to Illinois residents which will be provided in a timely manner; or
  - B. their policy was issued by an organization which is not a member insurer of the Association.

**b. Limits on Amount of Coverage:**

1. The Law also limits the amount the Illinois Life and Health Insurance Guaranty Association is obligated to pay. The Guaranty Association's liability is limited to the lesser of either:
  - A. the contractual obligations for which the insurer is liable or for which the insurer would have been liable if it were not an impaired or insolvent insurer, or
  - B. with respect to any one life, regardless of the number of policies, contracts, or certificates:
    - i. in the case of life insurance, \$300,000 in death benefits but not more than \$100,000 in net cash surrender or withdrawal values;
    - ii. in the case of health insurance, \$300,000 in health insurance benefits, including net cash surrender or withdrawal values; and
    - iii. with respect to annuities, \$100,000 in the present value of annuity benefits, including new cash surrender or withdrawal values, and \$100,000 in the present value of annuity benefits for individuals participating in certain government retirement plans covered by an unallocated annuity contract. The limit for coverage of unallocated annuity contracts other than those issued to certain governmental retirement plans is \$5,000,000 in benefits per contract holder, regardless of the number of contracts.
2. However, in no event is the Guaranty Association liable for more than \$300,000 with respect to any one individual.

## Our Privacy Notice

We know that you buy our products and services because you trust us. This notice explains how we protect your privacy and treat your personal information. It applies to current and former customers. "Personal information" as used here means anything we know about you personally.

### PROTECTING YOUR INFORMATION

We take important steps to protect your personal information. We treat it as confidential. We tell our employees to take care in handling it. We limit access to those who need it to perform their jobs. Our outside service providers must also protect it, and use it only to meet our business needs. We also take steps to protect our systems from unauthorized access. We comply with all laws that apply to us.

### COLLECTING YOUR INFORMATION

We typically collect your name, address, age, and other relevant information. We may also collect information about any business you have with us, our affiliates, or other companies.

### HOW WE GET YOUR INFORMATION

We get your personal information mostly from you. We may also use outside sources to help ensure our records are correct and complete. These sources may include consumer reporting agencies, employers, other financial institutions, adult relatives, and others. These sources may give us reports or share what they know with others. We don't control the accuracy of information outside sources give us. If you want to make any changes to information we receive from others about you, you must contact those sources.

### USING YOUR INFORMATION

We collect your personal information to help us decide if you're eligible for our products or services. We may also need it to verify identities to help deter fraud, money laundering, or other crimes. How we use this information depends on what products and services you have or want from us. It also depends on what laws apply to those products and services. For example, we may also use your information to:

- administer your products and services
- perform business research
- market new products to you
- comply with applicable laws
- process claims and other transactions
- confirm or correct your information
- help us run our business



## SHARING YOUR INFORMATION WITH OTHERS

We may share your personal information with others with your consent, by agreement, or as permitted or required by law. For example, we may share your information with businesses hired to carry out services for us. We will not share your information with affiliated or unaffiliated business partners for marketing purposes. Other reasons we may share your information include:

- doing what a court, law enforcement, or government agency requires us to do (for example, complying with search warrants or subpoenas)
- telling another company what we know about you if we are selling or merging any part of our business
- giving information to a governmental agency so it can decide if you are eligible for public benefits
- giving your information to someone with a legal interest in your assets (for example, a creditor with a lien on your account)
- giving your information to your health care provider
- having a peer review organization evaluate your information, if you have health coverage with us
- those listed in our "Using Your Information" section above

## HIPAA

We will not share your health information with any other company — even one of our affiliates — for their own marketing purposes. If you have dental, long term care, or medical insurance from us, the Health Insurance Portability and Accountability Act ("HIPAA") may further limit how we may use and share your information.

## ACCESSING AND CORRECTING YOUR INFORMATION

You may ask us for a copy of the personal information we have about you. Generally, we will provide it as long as it is reasonably retrievable and within our control. You must make your request in writing listing the account or policy numbers with the information you want to access. For legal reasons, we may not show you anything we learned as part of a claim or lawsuit, unless required by law.

If you tell us that what we know about you is incorrect, we will review it. If we agree, we will update our records. Otherwise, you may dispute our findings in writing, and we will include your statement whenever we give your disputed information to anyone outside Texas Life.

## QUESTIONS

We want you to understand how we protect your privacy. If you have any questions about this notice, please contact us. When you write, include your name, address, and policy or account number.

### Send privacy questions to:

Texas Life Insurance Company  
Attn: Privacy Officer  
P. O. Box 830  
Waco, Texas 76703  
[www.texaslife.com](http://www.texaslife.com)

We may revise this privacy notice. If we make any material changes, we will notify you as required by law.

**Following pages intentionally left blank**

# TEXASLIFE INSURANCE COMPANY

Since 1901 | 900 WASHINGTON | POST OFFICE BOX 830 | WACO, TEXAS 76703-0830

WE PROMISE TO PAY THE Insurance Proceeds to the Beneficiary, subject to the provisions of this Contract, when We receive due proof of the Insured's death. Payment will be made only if this Contract is in force on the date of such Insured's death.

THE CONSIDERATION FOR THIS CONTRACT is the application hereof and the payment in advance of the premiums in accordance with the terms and conditions of this Contract. The first premium is payable on or before delivery of this contract. The amount of and the interval between planned premiums are shown in the Schedule.

Face Amount: \$ 100,000.00

Insured: Testing Test

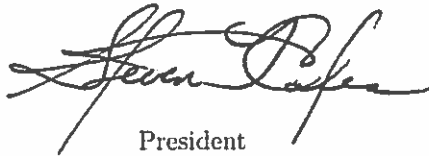
Issue Date: February 20, 2013

This is a legal Contract. Read Your Contract carefully.

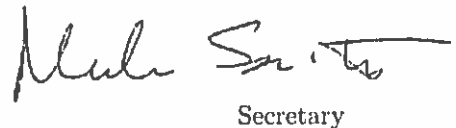
## 30 DAY RIGHT TO EXAMINE CONTRACT.

You may return this Contract to Us or to Our agent within 30 days after You receive it. If You return the Contract within this time period We will refund all of the premium You have paid. The Contract will then be void from the beginning.

SIGNED BY TEXAS LIFE INSURANCE COMPANY, a stock company, at Waco, Texas, its Home Office, 900 Washington Avenue on the Contract Date of this Contract.



President



Secretary

## FLEXIBLE PREMIUM UNIVERSAL LIFE INSURANCE TO AGE 121

Life insurance is payable if the Insured dies before age 121. Coverage continues if Cash Value less indebtedness covers the monthly deduction. Cash Value, if any, less indebtedness is payable at Final Policy Date. Non-participating. Rate class as shown on page 3 of the Contract.

## Table of Contents

|      |  |    |
|------|--|----|
| 1    | Definitions .....  | 5  |
| 2    | Table of Guaranteed Maximum Monthly Cost of Insurance Rates Per \$ 1,000 ..... | 6  |
| 3    | Death Benefits .....   | 7  |
| 3.1  | Insurance Proceeds .....   | 7  |
| 3.2  | Payment of Insurance Proceeds .....  | 7  |
| 3.3  | Effect of Partial Surrender on Insurance Proceeds .....                        | 7  |
| 4    | Premiums and Reinstatement .....   | 8  |
| 4.1  | Payment of Premiums .....  | 8  |
| 4.2  | Planned Periodic Premiums .....  | 8  |
| 4.3  | Additional Premiums .....  | 8  |
| 4.4  | Grace Period .....   | 8  |
| 4.5  | Continuation of Insurance .....  | 8  |
| 4.6  | Reinstatement .....  | 8  |
| 5    | Contract Values .....  | 9  |
| 5.1  | Cash Value .....   | 9  |
| 5.2  | Interest Rate .....  | 9  |
| 5.3  | Monthly Deductions .....   | 9  |
| 5.4  | Cost of Insurance .....  | 9  |
| 5.5  | Cost of Insurance Rates .....  | 9  |
| 5.6  | Surrender .....  | 10 |
| 5.7  | Partial Surrender .....  | 10 |
| 5.8  | Limited Right to Partial Refund of Premium .....                               | 10 |
| 5.9  | Maturity Benefit .....   | 10 |
| 6    | Contract Loans .....   | 10 |
| 6.1  | Contract Loan .....  | 10 |
| 6.2  | Interest Rate Charged on Contract Loan .....                                   | 11 |
| 7    | General Provisions .....   | 11 |
| 7.1  | Contract .....   | 11 |
| 7.2  | Your Rights .....  | 11 |
| 7.3  | Misstatement Of Age .....  | 11 |
| 7.4  | Suicide .....  | 11 |
| 7.5  | Incontestability .....   | 11 |
| 7.6  | Beneficiary .....  | 12 |
| 7.7  | Computation of Values .....  | 12 |
| 7.8  | Ownership .....  | 12 |
| 7.9  | Change of Ownership .....  | 12 |
| 7.10 | Collateral Assignment .....  | 12 |
| 7.11 | Annual Report .....  | 12 |
| 7.12 | Nonparticipating .....   | 13 |
| 7.13 | Deferment .....  | 13 |
| 7.14 | Tax Considerations .....   | 13 |
| 7.15 | Electronic Documents .....   | 13 |
| 7.16 | Governing Law .....  | 13 |
| 8    | Optional Income Plans .....  | 13 |
| 8.1  | Non-Life Income Plans .....  | 14 |
| 8.2  | Life Income Plans .....  | 14 |
| 8.3  | Other Frequencies and Plans .....  | 14 |
| 8.4  | Choice of Income Plans .....   | 14 |
| 8.5  | Limitations .....  | 14 |
| 8.6  | Income Plan Rates .....  | 14 |
| 8.7  | Minimum Payments under Optional Income Plans .....                             | 14 |
| 9    | Tables For Optional Income Plans .....   | 16 |

**SCHEDULE FOR CONTRACT NUMBER CL2061967**

| Form No.          | Type of Coverage                                    | Face Amount   | Rate Class Numeral                  | Years Payable |
|-------------------|---|---------------|-------------------------------------|---------------|
| PRFNG-NI-10       | Flexible Premium Life Insurance to Attained Age 121 | \$ 100,000.00 | Standard-Express Non-Tobacco 1.0000 | 91            |
| ULABR-07 R/2 5/09 | Accelerated Death Benefit Rider                     |               |                                     |               |

**Beneficiary** - As stated in the application for this Contract unless changed in accordance with Contract provisions.

|                                |                   |   |                   |
|--------------------------------|-------------------|---|-------------------|
| Owner .....                    | Testing Test      | Insured .....                             | Testing Test      |
| Issue Age .....                | 30                | Issue Date .....                          | February 20, 2013 |
| Contract Date .....            | February 20, 2013 | Final Policy Date .....                   | February 20, 2104 |
| Monthly Anniversary Date ..... | 20                | Minimum Premium Due At Issue .....        | \$ 33.50          |
| Initial Premium .....          | \$ 33.52          | Planned Periodic Premium .....            | \$ 33.52          |
| Planned Payment Interval ..... | Monthly           | Permanent Monthly Flat Extra Amount ..... | \$ 0.00           |
| Guaranteed Date* .....         |                   |   | February 20, 2046 |

Temporary Monthly Flat Extra Amount ... \$ 0.00 For 0 Contract Year(s).

Maximum Contract Loan Interest Rate 7.4% in advance

The Annual Premium required to guarantee maturity of this Contract on the Final Policy Date of February 20, 2104, assuming We credit no more than the guaranteed minimum interest rates and charge the guaranteed maximum cost of insurance rates, is \$ 934.30.

Based upon guaranteed maximum cost of insurance rates (the highest rates We may charge) and the guaranteed minimum interest (the lowest interest rates We may credit), coverage will expire before the Final Policy Date unless premiums in excess of the Minimum Premium Due at Issue are paid.

\* The Guaranteed Date is the date to which coverage is guaranteed to continue assuming: a) You make continuous and uninterrupted payments of a monthly premium equal to the Minimum Premium Due At Issue of \$ 33.50 plus any applicable monthly direct billing fee described in Section 4.2, "Planned Periodic Premiums", on page 8; and b) You take no partial surrenders and have no Indebtedness.

**Percent of Premium Load**

A Maximum Premium Load of 4.000% will be deducted from each premium paid.

# SCHEDULE FOR CONTRACT NUMBER CL2061967

## Monthly Life Insurance Loads

---

A permanent monthly life insurance load of \$1.44 will be included in the monthly deduction deducted from the Cash Value on the Issue Date and on each Monthly Anniversary Date.

A monthly life insurance load will be included in the monthly deduction deducted from the Cash Value on the Issue Date and on each Monthly Anniversary Date. The monthly life insurance load per \$1,000 of Face Amount is shown in Table A below.

TABLE A  
TABLE OF MONTHLY LOADS  
(PER \$1,000 OF FACE AMOUNT)

| CONTRACT YEAR | MONTHLY LOAD | CONTRACT YEAR | MONTHLY LOAD | CONTRACT YEAR | MONTHLY LOAD | CONTRACT YEAR | MONTHLY LOAD |
|---------------|--------------|---------------|--------------|---------------|--------------|---------------|--------------|
| 1             | 0.2183       | 2             | 0.2283       | 3             | 0.2267       | 4             | 0.2242       |
| 5             | 0.2208       | 6             | 0.2167       | 7             | 0.2117       | 8 & Up        | 0.0000       |

## Acceleration of Flat Extra and Monthly Load

---

Notwithstanding any other provision of this Contract to the contrary, if the Contract is surrendered during the first Contract Year then We reserve the right to deduct from the Cash Value so many of the subsequent Monthly Life Insurance Loads and Permanent Monthly Flat Extra Amounts that otherwise would have been due for the first Contract Year as is equal to the remainder of full months (not less than zero) of (a) minus (b), where: (a) is the smaller of twelve (12), or the total premiums paid to date divided by the Minimum Premium Due At Issue; and, (b) is the number of Contract Months already expired.

## Section — 1 Definitions

---

In this Contract, the following words mean:

**Attained Age** - The Issue Age shown on page 3 increased by 1 on each Contract Anniversary Date. For example, if the Issue Age is 35, then the Attained Age on the 5th Contract Anniversary Date is 40 (35 plus 5). This includes any period during which the Contract was lapsed.

**Benchmark Cash Value** - On each Monthly Anniversary Date the cash value that would have been produced by the terms of this Contract assuming: (a) the continuous and uninterrupted payment of a monthly premium equal to the Minimum Premium Due At Issue shown on page 3; (b) actual interest rates applied and actual cost of insurance rates used; (c) no direct monthly billing fee; and, (d) no prior Partial Surrenders. The Benchmark Cash Value will never be less than zero.

**Beneficiary** - The person, persons or entity named in writing by You to receive the Insurance Proceeds at the Insured's death while this Contract is in force.

**Contract Anniversary Date** - The same day and month as the Issue Date shown on page 3 for each year.

**Contract Month** - The interval of time from the Issue Date to the Monthly Anniversary Date, and between consecutive Monthly Anniversary Dates.

**Contract Year** - The interval of time from the Issue Date to the first Contract Anniversary Date, and between consecutive Contract Anniversary Dates.

**Cash Value** - The amount in this Contract to which We credit interest.

**Guaranteed Date** - The date to which coverage is guaranteed to continue assuming: (a) You or a payor make continuous and uninterrupted payments of a monthly premium equal to the Minimum Premium Due At Issue shown on page 3 plus any applicable monthly direct billing fee described in Section 4.2, "Planned Periodic Premiums", on page 8; and (b) You take no partial surrenders and have no Indebtedness.

**Indebtedness** - The sum of any unpaid Contract loans and any accrued and unpaid Contract loan interest.

**Insurance Proceeds** - The total amount of money We will pay the Beneficiary at the death of the Insured if this Contract is then in force.

**Monthly Anniversary Date** - The same day of each calendar month as shown on page 3.

**Insured** - The person whose life is insured under the terms of this Contract. See page 3.

**You, Your** - The owner of this Contract. The owner may be someone other than the Insured.

**We, Our, Us** - Texas Life Insurance Company at its Home Office.

**Written Request** - A writing to exercise any rights under this Contract, appropriately signed and received by Us at Our Home Office in Waco, Texas, on forms that We supply or accept. We may also require that the Contract be sent to Us with any Written Request.

Section — 2 Table of Guaranteed Maximum Monthly Cost of Insurance Rates Per \$ 1,000

The table below is the guaranteed maximum monthly cost of insurance rates We will charge based on the Insured's Attained Age and Rate Class. These rates must be multiplied times the rate class numeral shown on page 3.

| Attained Age | Rate Class  |         | Attained Age | Rate Class  |         | Attained Age | Rate Class  |          |
|--------------|-------------|---------|--------------|-------------|---------|--------------|-------------|----------|
|              | Non-Tobacco | Tobacco |              | Non-Tobacco | Tobacco |              | Non-Tobacco | Tobacco  |
| 0            | 0.05500     |         | 41           | 0.13167     | 0.25083 | 82           | 6.70917     | 8.82000  |
| 1            | 0.03583     |         | 42           | 0.14417     | 0.27583 | 83           | 7.40500     | 9.58417  |
| 2            | 0.02583     |         | 43           | 0.15833     | 0.30583 | 84           | 8.17333     | 10.43083 |
| 3            | 0.02000     |         | 44           | 0.17500     | 0.33917 | 85           | 9.00750     | 11.35000 |
| 4            | 0.01750     |         | 45           | 0.19250     | 0.37333 | 86           | 9.92833     | 12.34833 |
| 5            | 0.01667     |         | 46           | 0.21083     | 0.40833 | 87           | 10.94333    | 13.43417 |
| 6            | 0.01750     |         | 47           | 0.22667     | 0.44000 | 88           | 12.00917    | 14.54500 |
| 7            | 0.01833     |         | 48           | 0.24083     | 0.46667 | 89           | 13.09917    | 15.64083 |
| 8            | 0.01833     |         | 49           | 0.25833     | 0.50083 | 90           | 14.08750    | 16.56917 |
| 9            | 0.01917     |         | 50           | 0.28000     | 0.54167 | 91           | 15.01750    | 17.38500 |
| 10           | 0.01917     |         | 51           | 0.30667     | 0.59333 | 92           | 16.09167    | 18.32667 |
| 11           | 0.02250     |         | 52           | 0.33833     | 0.65500 | 93           | 17.32750    | 19.39167 |
| 12           | 0.02750     |         | 53           | 0.37500     | 0.72667 | 94           | 18.74167    | 20.68000 |
| 13           | 0.03167     |         | 54           | 0.42000     | 0.81083 | 95           | 20.22750    | 22.11500 |
| 14           | 0.04083     |         | 55           | 0.47000     | 0.90000 | 96           | 21.70667    | 23.50500 |
| 15           | 0.05000     |         | 56           | 0.52250     | 0.99417 | 97           | 22.94333    | 24.60333 |
| 16           | 0.05833     |         | 57           | 0.57417     | 1.08167 | 98           | 23.92167    | 25.38333 |
| 17           | 0.06500     | 0.07667 | 58           | 0.62583     | 1.16667 | 99           | 25.23750    | 26.51000 |
| 18           | 0.06833     | 0.08500 | 59           | 0.68500     | 1.26500 | 100          | 26.71417    | 27.79500 |
| 19           | 0.07000     | 0.09083 | 60           | 0.75583     | 1.38167 | 101          | 28.22250    | 29.08667 |
| 20           | 0.07083     | 0.09667 | 61           | 0.84083     | 1.52250 | 102          | 29.92500    | 30.53917 |
| 21           | 0.07083     | 0.10167 | 62           | 0.93917     | 1.68250 | 103          | 31.84500    | 32.15250 |
| 22           | 0.07167     | 0.10583 | 63           | 1.04500     | 1.85250 | 104          | 33.98750    | 34.08250 |
| 23           | 0.07250     | 0.11167 | 64           | 1.15667     | 2.02417 | 105          | 36.31083    | 36.39583 |
| 24           | 0.07333     | 0.11833 | 65           | 1.27250     | 2.19333 | 106          | 38.75417    | 38.82833 |
| 25           | 0.07500     | 0.12417 | 66           | 1.39167     | 2.36083 | 107          | 41.29333    | 41.35917 |
| 26           | 0.07833     | 0.13083 | 67           | 1.51750     | 2.53333 | 108          | 43.92167    | 43.98000 |
| 27           | 0.08083     | 0.13583 | 68           | 1.65083     | 2.71083 | 109          | 46.66917    | 46.72000 |
| 28           | 0.08000     | 0.13667 | 69           | 1.79917     | 2.90583 | 110          | 49.46500    | 49.50917 |
| 29           | 0.07917     | 0.13750 | 70           | 1.97167     | 3.12917 | 111          | 52.21917    | 52.25833 |
| 30           | 0.07833     | 0.13833 | 71           | 2.18000     | 3.40000 | 112          | 54.91333    | 54.94917 |
| 31           | 0.07833     | 0.14000 | 72           | 2.42083     | 3.70917 | 113          | 57.70083    | 57.73250 |
| 32           | 0.08000     | 0.14333 | 73           | 2.67583     | 4.02500 | 114          | 61.05500    | 61.08083 |
| 33           | 0.08250     | 0.14917 | 74           | 2.94917     | 4.36583 | 115          | 64.32250    | 64.34417 |
| 34           | 0.08583     | 0.15583 | 75           | 3.24667     | 4.74000 | 116          | 67.74167    | 67.75917 |
| 35           | 0.09000     | 0.16333 | 76           | 3.58083     | 5.15250 | 117          | 71.36667    | 71.38000 |
| 36           | 0.09500     | 0.17333 | 77           | 3.96583     | 5.62333 | 118          | 74.84750    | 74.85750 |
| 37           | 0.10083     | 0.18500 | 78           | 4.40750     | 6.15583 | 119          | 78.47250    | 78.48250 |
| 38           | 0.10667     | 0.19833 | 79           | 4.89917     | 6.73833 | 120          | 83.33333    | 83.33333 |
| 39           | 0.11333     | 0.21250 | 80           | 5.45333     | 7.38750 |              |             |          |
| 40           | 0.12167     | 0.23000 | 81           | 6.06500     | 8.09500 |              |             |          |



## Section — 3 Death Benefits

### 3.1 Insurance Proceeds

The Insurance Proceeds are equal to:

- (a) the death benefit as calculated below; less
- (b) any Indebtedness; and, less
- (c) any premium due and unpaid because the Contract entered the grace period.

The death benefit is the greater of (a) or (b), where:

- (a) is the Face Amount shown on page 3 (or as reduced by the effect of a Partial Surrender); and,
- (b) is the applicable percentage from Table B multiplied by the Cash Value on the date the Insured dies. The percentage is based upon the Insured's Attained Age and changes on each Contract Anniversary Date as shown in Table B below.

Table B

| Attained Age | Percentage | Attained Age | Percentage | Attained Age | Percentage | Attained Age | Percentage |
|--------------|------------|--------------|------------|--------------|------------|--------------|------------|
| 0-40         | 250%       | 50           | 185%       | 60           | 130%       | 70           | 115%       |
| 41           | 243        | 51           | 178        | 61           | 128        | 71           | 113        |
| 42           | 236        | 52           | 171        | 62           | 126        | 72           | 111        |
| 43           | 229        | 53           | 164        | 63           | 124        | 73           | 109        |
| 44           | 222        | 54           | 157        | 64           | 122        | 74           | 107        |
| 45           | 215        | 55           | 150        | 65           | 120        | 75-90        | 105        |
| 46           | 209        | 56           | 146        | 66           | 119        | 91           | 104        |
| 47           | 203        | 57           | 142        | 67           | 118        | 92           | 103        |
| 48           | 197        | 58           | 138        | 68           | 117        | 93           | 102        |
| 49           | 191        | 59           | 134        | 69           | 116        | 94 & Later   | 101        |

### 3.2 Payment of Insurance Proceeds

When We receive due proof that the Insured died while this Contract was in force We will pay the Insurance Proceeds to the Beneficiary. Unless otherwise requested under Section 8, "Optional Income Plans", on page 13, We will pay the Insurance Proceeds in one sum or by placing the amount in an account that earns interest. The Beneficiary will have immediate access to all or any part of the account. Payment of the Insurance Proceeds terminates the Contract. We will pay the Insurance Proceeds within two months of receipt of due proof of death.

We will pay interest on any Insurance Proceeds due. The interest will be an amount that is the greater of:

- (a) the amount required by the law of the State of Illinois; or
- (b) the amount of interest on the Insurance Proceeds accrued at the current rate of interest for non-life income plans as described in Section 8.6, "Income Plan Rates", on page 14 from the date We received due proof of the Insured's death to the date of payment.

### 3.3 Effect of Partial Surrender on Insurance Proceeds

A partial surrender will decrease the Insurance Proceeds. If the death benefit is the Face Amount, We will reduce the Face Amount by the amount of the partial surrender. If the death benefit is not the Face Amount, in calculating the new death benefit, We will reduce the Face Amount by the larger of zero, or (a) minus (b) plus (c) where:

- (a) is the amount of the partial surrender;
- (b) is the amount of death benefit prior to the partial surrender; and,
- (c) is the Face Amount.

## Section — 4 Premiums and Reinstatement

---

### 4.1 Payment of Premiums

An initial premium equal to or greater than the Minimum Premium Due At Issue shown on page 3 is due on the Issue Date. This Contract is not in force until the initial premium has been paid. If premium payments stop, this Contract will continue in force, subject to the Grace Period provision.

The initial premium must be paid to Us at Our Home Office. After that, premiums may be paid at Our Home Office or to one of Our agents. You may request a receipt signed by one of Our officers.

### 4.2 Planned Periodic Premiums

Planned Periodic Premiums are shown on page 3. This is the amount and frequency of premiums You selected on the Issue Date. You may change the amount and frequency. You may choose only intervals of 1 month, 6 months (for a Planned Periodic Premium of \$100 or more), or 12 months.

If You choose the monthly interval, payment must be:

- (a) by pre-authorized payment from a bank or institution that permits similar payment;
- (b) as a part of a billing involving five or more employees of a common employer; or,
- (c) by direct payment to Us, but only if premiums for this Contract were previously paid as a part of a billing involving a common employer. For this method of payment We will send You reminder notices each month, and to cover the added handling cost, deduct from each premium a monthly direct billing fee not to exceed \$2.00.

If You choose 6 or 12 month intervals, We will send You reminder notices at the planned payment interval.

### 4.3 Additional Premiums

You may pay additional premiums at any time while this Contract is in force, except that We may refuse to accept a premium if the death benefit is not the Face Amount.

We will not knowingly accept any premium which would result in the Contract not qualifying as a life insurance contract under the Internal Revenue Code. If We accept any premium in error, We will refund it to You with interest immediately after the error is discovered. The interest rate will be the rate credited to the Cash Value attributable to the premium refunded. Any premiums which We accept in error will not be considered premium paid under this Contract.

### 4.4 Grace Period

If the Cash Value minus any Indebtedness is less than the monthly deduction on any Monthly Anniversary Date, this Contract will terminate 61 days after such date, unless You or a payor pay premiums sufficient to keep the Contract in force. These 61 days are called the grace period. This Contract is in force during the grace period. If the Insured dies during a grace period, the Insurance Proceeds will still be payable. No less than 30 days before the end of the grace period We will notify You in writing of the Contract entering the grace period. We will also notify any assignee recorded on Our record. All notices will be sent to the last address We have for You and any assignee.

### 4.5 Continuation of Insurance

If You stop paying premiums, coverage will continue until the Cash Value minus Indebtedness is less than the monthly deduction. Then, this Contract will terminate according to the Grace Period provision.

### 4.6 Reinstatement

Reinstatement means to place this Contract in force after it terminates because it reached the end of a grace period. We will reinstate this Contract if We receive:

- (a) Your Written Request within three years after this Contract terminates at the end of a grace period;
- (b) Satisfactory proof that the Insured is still insurable at the original rate class;

- (c) Payment or reinstatement of any Indebtedness; and
- (d) A premium large enough to cover all due and unpaid Monthly Deductions, up to a maximum of 12 Monthly Deductions.

If We approve Your Written Request for reinstatement on a Monthly Anniversary Date this Contract will again be in force on that day. If Our approval occurs on any other day this Contract will again be in force as of the preceding Monthly Anniversary Date.

## Section — 5 Contract Values

---

### 5.1 Cash Value

On each Monthly Anniversary Date the Cash Value is equal to (a) plus (b) plus (c) minus (d) minus (e), where:

- (a) is the Cash Value on the preceding Monthly Anniversary Date;
- (b) is the interest for one month on item (a);
- (c) is all premiums received since the preceding Monthly Anniversary Date, less a premium load not to exceed the percent of premium load of such premiums, as shown on page 3;
- (d) is the monthly deduction for the ensuing month; and
- (e) is the sum of all partial surrenders since the preceding Monthly Anniversary Date.

On the Issue Date the Cash Value is (c) minus (d). On any other day the Cash Value is (a) plus (c) minus (e).

There is no pro-rata crediting of interest or pro-rata monthly deduction between Monthly Anniversary Dates.

### 5.2 Interest Rate

We guarantee to credit interest at a rate not less than 0.327374% a month, compounded monthly, on the Cash Value. This is equivalent to 4.00% a year, compounded yearly.

We may, in Our discretion, use a higher interest rate. The monthly rate We credit that portion of the Cash Value which equals any Indebtedness will be the guaranteed interest rate.

### 5.3 Monthly Deductions

The monthly deduction whether or not premium payments are received is (a) plus (b) plus (c) where:

- (a) is the cost of insurance for this Contract and any riders attached to it;
- (b) is the monthly life insurance load as described on page 4; and,
- (c) is the Permanent and Temporary Monthly Flat Extra Amount(s), if any, for this Contract shown on page 3.

### 5.4 Cost of Insurance

We calculate the cost of insurance for the ensuing month on the Issue Date and on each Monthly Anniversary Date. The cost of insurance is found by multiplying (a) by the remainder of (b) minus (c) where:

- (a) is the cost of insurance rate;
- (b) is the amount of death benefit divided by 1.003274; and
- (c) is the Cash Value.

This cost of insurance divided by 1000 is the cost of insurance per \$1000 of Face Amount. We calculate the cost of insurance for benefits provided by any riders attached to this Contract as provided in those riders.

### 5.5 Cost of Insurance Rates

The cost of insurance rate depends on the Issue Age, Contract Year and rate class. The guaranteed maximum monthly cost of insurance rate at any time is found by multiplying (a) times (b) where:

- (a) is the monthly cost of insurance rate shown on page 6 for the appropriate Attained Age and rate class; and
- (b) is the rate class numeral shown on page 3.

The monthly cost of insurance rates shown on page 6 are based on the 2001 Commissioners' Standard Ordinary Mortality Table (80) Non-Smoker U Age Last Birthday, and the 2001 Commissioners' Standard Ordinary Mortality

Table (80) Smoker U Age Last Birthday. We can use cost of insurance rates that are lower than these guaranteed rates. The cost of insurance rates We use will apply uniformly to all policies of the same class, Issue Age, and Contract Year. However, the guaranteed maximum cost of insurance rates will apply whenever the Cash Value is less than the Benchmark Cash Value.

## 5.6 Surrender

While the Insured is alive You may by Written Request surrender this Contract for its Cash Value less any Indebtedness. If You surrender the Contract in the first Contract Year, Cash Value will be calculated applying the Acceleration of Flat Extra and Monthly Load provision on page 4. We will pay You the surrender amount in a lump sum, subject to the Deferment provision on page 13. The amount will be determined as of the date the Written Request is received. If You request to surrender this Contract then all of Our obligations under it will end.

In lieu of a lump sum payment, You may ask that the surrender amount be applied under one of the Optional Income Plans. Upon surrender of this Contract during the grace period and within 30 days after a Contract Anniversary Date, the surrender amount will not be less than it would have been on such date.

## 5.7 Partial Surrender

While the Insured is alive, You may make a partial surrender. The amount of the partial surrender must be for at least \$500.00 but cannot exceed the amount You would receive if You surrendered this Contract.

## 5.8 Limited Right to Partial Refund of Premium

If, on any Monthly Anniversary Date on or after the Guaranteed Date shown on page 3, You exercise Your right to surrender this Contract, We will refund You a portion of the premiums paid, *provided that*:

- (a) no prior Partial Surrenders have been taken;
- (b) assuming the Benchmark Cash Value, the payment of a premium for the ensuing Contract Month equal to the Minimum Premium Due At Issue plus any applicable monthly direct billing fee would nevertheless be insufficient to prevent the Contract from entering the Grace Period; and,
- (c) the Cash Value on the effective date of surrender is equal to or greater than the Benchmark Cash Value.

The amount of refund of premium due under this provision is equal to one hundred twenty (120) times the Minimum Premium Due At Issue and will be in addition to the lump sum due on surrender. We will notify You within thirty (30) days prior to the date Your right under this provision first becomes available.

## 5.9 Maturity Benefit

The Contract will terminate on the Final Policy Date. If the Insured is living and the Contract is in force on the Final Policy Date, We will pay You the Cash Value, if any, less any Indebtedness.

# Section — 6 Contract Loans

---

## 6.1 Contract Loan

While this Contract is in force You may receive cash from Us by taking a Contract loan if:

- (a) You have paid at least 3 years of premium, or reached the third Contract Anniversary, whichever occurs first;
- (b) You make a Written Request; and
- (c) You assign this Contract to Us as sole security.

If there is an existing loan You can increase it. The most You can borrow at any time is the Cash Value as of the date We receive Your Written Request. We will deduct the amount of any existing Indebtedness from the amount We send You. All or any part of the Indebtedness may be repaid at any time while this Contract is in force. On any Monthly Anniversary Date the total Indebtedness equals or exceeds the Cash Value, this Contract will enter the grace period. You will receive a notice of this event and its effect as described in Section 4.4, "Grace Period", on page 8.

## 6.2 Interest Rate Charged on Contract Loan

The maximum effective annual interest rate We charge on money You borrow under this Contract is shown on page 3. We can charge interest at a lower rate for any period of time. If We change the interest rate We charge We will notify You and any assignee recorded on Our records. The change will take effect on the next Contract Anniversary Date. Interest to the next Contract Anniversary Date is due and payable on the date the loan is made. Thereafter, interest is due and payable annually on each Contract Anniversary Date. If You do not pay the interest when it is due, any unpaid interest will be added to the amount You borrowed and will be charged the same interest rate.

## Section — 7 General Provisions

---

### 7.1 Contract

This Contract, a copy of the application attached to it and any riders and endorsements make up the entire Contract between You and Us. All statements made in the application will be considered representations and not warranties. Also, We will not use any statement to void this Contract or defend against any claim made under it unless it is contained in the application. Only Our President or Our Secretary together with one of Our Vice Presidents have the authority to make any changes in this Contract. No other person has the authority to alter or waive any provision of this Contract. Any change must be in writing.

Any additional benefit rider attached to this Contract will become a part of this Contract and will be subject to all the terms and conditions of this Contract, unless We state otherwise in the rider.

### 7.2 Your Rights

You can exercise Your rights under this Contract while the Insured is alive by making a Written Request. We will also require a Written Request from the assignee if Your Contract is assigned as collateral. We will also require a Written Request from the Beneficiary if You have not reserved the right to change the Beneficiary.

### 7.3 Misstatement Of Age

If the age of the Insured is misstated in the application, We will adjust the benefits of this Contract. The death benefit shall be the amount purchased by the most recent deduction made for the cost of insurance if the Insured's age had been correctly stated. The Cash Value will then be recalculated using the monthly deductions and interest that would have been charged and credited at the correct age. However, the Cash Value will never be less than zero, and any calculation as a result of this provision will not cause the Contract to terminate.

### 7.4 Suicide

If the Insured commits suicide, while sane or insane, within two years from the Issue Date, this Contract will immediately terminate, and We will not pay the Insurance Proceeds. The amount We will pay shall be limited to the premiums We actually received for this Contract reduced by the amount of any Contract loan and accrued loan interest then outstanding, and by any prior partial surrenders.

### 7.5 Incontestability

Except for nonpayment of premiums, this Contract will be incontestable after it has been in force during the lifetime of the Insured for two years from the earlier of the Contract Date or the Issue Date. This provision does not apply to any rider that contains its own incontestability clause.

If this Contract is reinstated, We will not contest the reinstatement after it is again in force during the lifetime of the Insured for two years from the effective date of the reinstatement. For this purpose, if We contest the reinstatement, the contest will be based upon material statement(s) only made in the application for reinstatement.

## 7.6 Beneficiary

Unless You choose otherwise, any payment to beneficiaries will be paid based on the following order of priority. Payment will be made to:

- (a) The Beneficiary. If more than one Beneficiary is then living, we will pay them in equal shares unless You specify otherwise.
- (b) The contingent Beneficiary, if no Beneficiary is living when a payment is due. If more than one contingent Beneficiary is then living, we will pay them in equal shares unless You specify otherwise.
- (c) The estate of the Insured, if no Beneficiary or contingent Beneficiary is living when payment is due. This payment will be in one sum.

You may change the Beneficiary by Written Request. Unless You specify otherwise, You will not need the permission of the Beneficiary to make another change in the future.

## 7.7 Computation of Values

We have filed in the state of Illinois, where this Contract is issued, a detailed statement showing how Contract benefits and reserves are calculated. All values are at least as great as the values required by that state. We use the 2001 Commissioners' Standard Ordinary Mortality Table (80) Non-Smoker U Age Last Birthday, and the 2001 Commissioners' Standard Ordinary Mortality Table (80) Smoker U Age Last Birthday, to calculate minimum Cash Values. To calculate reserves, we use the 2001 Commissioner's Standard Ordinary Mortality Table Sex Distinct Smoker/Non-Smoker Age Last Birthday. The interest rate used to calculate minimum Cash Values is 5.00% per annum. Reserves are calculated by using a modified preliminary term method, but they are not less than the Commissioners' Reserve Valuation Method reserves. Reserves held on this Contract will never be less than the Cash Value.

All computations assume that premiums are paid annually and that deaths during a Contract Year occur immediately. Any benefits provided by attached riders are excluded from these computations.

## 7.8 Ownership

As owner, You may by Written Request exercise all rights under Your Contract while the Insured is alive. You may name a contingent owner should You die before the death of the Insured.

## 7.9 Change of Ownership

By Written Request You may name a new owner at any time. If You designate a new owner, it will not change the Beneficiary or contingent Beneficiary, unless You specify otherwise. The new owner can exercise all the rights of ownership, unless You specify otherwise. No change is binding on Us until We record it. Once recorded, the change binds Us as of the date You signed it. The change will not apply to any payment made by Us before We record Your Written Request.

## 7.10 Collateral Assignment

Your Contract may be collaterally assigned. We are not bound by the assignment unless You make a Written Request. No assignment is binding on Us until We record it. We are not responsible for determining if Your assignment is valid or the extent of the assignee's interest.

## 7.11 Annual Report

We will send You a report shortly after each Contract Anniversary Date. This report will show: (a) premiums paid since the last report; (b) the Cash Value at the beginning of the period; (c) interest credited since the last report; (d) Monthly Deductions from the Cash Value since the last report; (e) Indebtedness activity; (f) the Cash Value at the end of the period; and, (g) Insurance Proceeds at the end of the period. Any time after the first Contract Anniversary Date We will provide a hypothetical illustration of future death benefits and Cash Values upon Written Request. The first requested illustration during a Contract Year will be provided free of charge. We may charge a reasonable fee for additional illustrations not to exceed \$25.00. We will make any necessary reasonable assumptions not otherwise prohibited by law.

## 7.12 Nonparticipating

This Contract does not participate in any distribution of surplus. No dividends are payable.

## 7.13 Deferment

We may delay paying the Cash Value for up to 6 months from the date We receive Your Written Request for payment. If We delay for 30 days or more, interest will be paid from the date We receive the request at the rate We set from time to time. We also may delay making a Contract loan, except for a loan to pay a premium, for up to 6 months from the date We receive Your Written Request for the loan.

## 7.14 Tax Considerations

You are encouraged to consult a qualified tax advisor. Neither We nor Our agents are authorized to give tax or legal advice. The following is not intended as tax advice, and it is not a complete statement of what the effect of federal income taxes will be under all circumstances. Rather, it provides information about how We believe the tax law applies in the most common circumstances. There is no guarantee that the current federal income tax laws and regulations or interpretations will remain the same, and this provision should not be construed to mean that the Insurance Proceeds and or other values will be exempt from the future actions of any tax authority.

We believe that We have taken adequate steps so that this Contract is considered life insurance for tax purposes, and that the Contract is designed to comply with Sections 7702 and 7702A of the Internal Revenue Code of 1986, or any other equivalent section of the Code.

Your individual situation, or that of any Beneficiary, will determine the federal estate taxes and state and local estate, inheritance or other taxes due if You or the Insured die.

## 7.15 Electronic Documents

This Contract or any notice, Written Request, or report or other document described by this Contract may be delivered in electronic format if:

- (a) applicable law permits delivery of such document in an electronic format; and
- (b) You and We agree to electronic delivery in an agreement that specifies the method of delivery and documents covered and that complies with all applicable laws.

## 7.16 Governing Law

This Contract is subject to the laws of the state of Illinois. If any provision of the Contract does not conform to these laws, the Contract will be applied to conform to the law.

## Section — 8 Optional Income Plans

---

The Insurance Proceeds, instead of being paid in one sum, may be applied under one or more of the following Income Plans. Also, at any time while the Contract is in force and the Insured is alive, You may by Written Request ask that:

- (a) all or a part of the Cash Value less any Indebtedness of this Contract be applied under a non-life income plan (a plan which provides a schedule of payments which is not dependent on the lifetime of the payee); or
- (b) all or a part of the Cash Value less any Indebtedness of this Contract be applied under a life income plan (a plan which provides a schedule of payments which depends on the lifetime of one or more payees and which may guarantee that payments will be made for at least a specified number of years).

If only a part of the Cash Value is to be applied, We will pay the balance of the value to You in a single sum. If only a part of the Insurance Proceeds is to be applied after the Insured dies, We will pay the balance of the Insurance Proceeds to the Beneficiary.

## 8.1 Non-Life Income Plans

Available with respect to the Insurance Proceeds or Cash Value less Indebtedness.

- Option 1.** Interest Income — The amount applied will earn interest which will be paid monthly. Withdrawals of at least \$500 each may be made at any time by Written Request.
- Option 2.** Installment Income for a Stated Period — We will pay monthly installment payments so that the amount applied, with interest, will be paid over the period chosen (from 1 to 30 years). See Table 1.
- Option 2A.** Installment Income of a Stated Amount — We will pay monthly installment payments of a chosen amount until the entire amount applied, with interest, is paid.

## 8.2 Life Income Plans

Available with respect to the Insurance Proceeds or Cash Value less Indebtedness.

- Option 3.** Single Life Income - With Guaranteed Payment Period — We will pay monthly payments during the lifetime of the payee with a chosen guaranteed payment period of 10, 15 or 20 years. See Table 2.
- Option 3A.** Single Life Income — Installment Refund — We will pay monthly payments during the lifetime of the payee. If the payee dies before the total amount applied under this plan has been paid, the remainder will be paid in one sum as a death benefit. See Table 2.
- Option 4.** Joint and Survivor Life Income — We will pay monthly payments jointly to two persons during their lifetime and will continue during the remaining lifetime of the survivor. See Table 3.

## 8.3 Other Frequencies and Plans

Instead of monthly payments, You may choose to have payments made quarterly, semiannually or annually. Other Income Plans may be arranged which are mutually agreeable to You and Us.

## 8.4 Choice of Income Plans

A choice of Income Plan for any Insurance Proceeds made by You while the Insured is alive will take effect when the Insured dies. All other choices of Income Plans will take effect when recorded by Us, or later, if requested. When an Income Plan starts, We will issue an agreement which will describe the terms of the plan. We may require that You send Us this Contract. We may also require proof of the payee's age.

Income Plans may be chosen:

- (a) By You during the lifetime of the Insured.
- (b) By the Beneficiary within one year after the date the Insured dies and before any payment has been made to the Beneficiary, if no election was in effect on the date of death.

A choice of an Income Plan will not become effective unless each payment under the plan would be at least \$50.

## 8.5 Limitations

If the payee is not a natural person, the choice of an income plan will be subject to Our approval.

Income plan payments may not be assigned and, to the extent permitted by law, will not be subject to the claims of creditors.

## 8.6 Income Plan Rates

Amounts applied under the non-life income plans will earn interest at a rate We set from time to time. That rate will never be less than 3% a year.

Life income plan payments will be based on a rate set by Us and in effect on the date the Insurance Proceeds become payable or on the date the Cash Value less Indebtedness is applied. The minimum rates are shown in Tables 2 and 3 following, and are based upon the 2000 Mortality Table for individual annuities and a guaranteed interest rate of 3% per annum.

## 8.7 Minimum Payments under Optional Income Plans

Monthly payments under Options 2, 3, and 4 for each \$1,000 applied will not be less than the amount shown in the following Tables. Monthly life income payments will not be less than those that would be provided to a person in the



same class as the Insured by a single payment immediate annuity bought with an equal amount at the time monthly payments start.

Section — 9 Tables For Optional Income Plans

Table 1

Installment Income for a Stated Period  
MONTHLY PAYMENTS FOR EACH \$1,000 APPLIED

| YEARS PAYABLE | MONTHLY PAYMENT | YEARS PAYABLE | MONTHLY PAYMENT | YEARS PAYABLE | MONTHLY PAYMENT |
|---------------|-----------------|---------------|-----------------|---------------|-----------------|
| 1             | \$84.47         | 11            | \$8.86          | 21            | \$5.32          |
| 2             | 42.86           | 12            | 8.24            | 22            | 5.15            |
| 3             | 28.99           | 13            | 7.71            | 23            | 4.99            |
| 4             | 22.06           | 14            | 7.26            | 24            | 4.84            |
| 5             | 17.91           | 15            | 6.87            | 25            | 4.71            |
| 6             | 15.14           | 16            | 6.53            | 26            | 4.59            |
| 7             | 13.16           | 17            | 6.23            | 27            | 4.47            |
| 8             | 11.68           | 18            | 5.96            | 28            | 4.37            |
| 9             | 10.53           | 19            | 5.73            | 29            | 4.27            |
| 10            | 9.61            | 20            | 5.51            | 30            | 4.18            |

Annual, semi-annual or quarterly payments will be determined by multiplying the monthly payment by 11.838, 5.963 or 2.991, respectively.

Table 2

Single Life Income  
 GUARANTEED PAYMENT PERIOD OR INSTALLMENT REFUND

| AGE | LIFE ONLY | GUARANTEED PERIOD |          |          | INSTALLMENT REFUND |
|-----|-----------|-------------------|----------|----------|--------------------|
|     |           | 10 YEARS          | 15 YEARS | 20 YEARS |                    |
| 35  | 3.22      | 3.22              | 3.21     | 3.21     | 3.22               |
| 36  | 3.25      | 3.24              | 3.24     | 3.23     | 3.24               |
| 37  | 3.28      | 3.27              | 3.27     | 3.26     | 3.27               |
| 38  | 3.31      | 3.30              | 3.30     | 3.29     | 3.30               |
| 39  | 3.34      | 3.34              | 3.33     | 3.32     | 3.34               |
| 40  | 3.38      | 3.37              | 3.36     | 3.35     | 3.37               |
| 41  | 3.41      | 3.41              | 3.40     | 3.39     | 3.41               |
| 42  | 3.45      | 3.44              | 3.44     | 3.42     | 3.44               |
| 43  | 3.49      | 3.48              | 3.47     | 3.46     | 3.48               |
| 44  | 3.53      | 3.52              | 3.51     | 3.50     | 3.52               |
| 45  | 3.57      | 3.57              | 3.55     | 3.54     | 3.57               |
| 46  | 3.62      | 3.61              | 3.60     | 3.58     | 3.61               |
| 47  | 3.67      | 3.66              | 3.64     | 3.62     | 3.66               |
| 48  | 3.72      | 3.71              | 3.69     | 3.66     | 3.71               |
| 49  | 3.77      | 3.76              | 3.74     | 3.71     | 3.76               |
| 50  | 3.83      | 3.81              | 3.79     | 3.76     | 3.81               |
| 51  | 3.89      | 3.87              | 3.85     | 3.81     | 3.87               |
| 52  | 3.95      | 3.93              | 3.90     | 3.86     | 3.93               |
| 53  | 4.01      | 3.99              | 3.96     | 3.92     | 3.99               |
| 54  | 4.08      | 4.06              | 4.02     | 3.97     | 4.06               |
| 55  | 4.15      | 4.13              | 4.09     | 4.03     | 4.13               |
| 56  | 4.23      | 4.20              | 4.16     | 4.09     | 4.20               |
| 57  | 4.31      | 4.28              | 4.23     | 4.15     | 4.28               |
| 58  | 4.40      | 4.36              | 4.30     | 4.22     | 4.36               |
| 59  | 4.49      | 4.45              | 4.38     | 4.28     | 4.45               |
| 60  | 4.59      | 4.54              | 4.46     | 4.35     | 4.54               |
| 61  | 4.69      | 4.63              | 4.55     | 4.42     | 4.63               |
| 62  | 4.80      | 4.73              | 4.64     | 4.49     | 4.74               |
| 63  | 4.92      | 4.84              | 4.73     | 4.57     | 4.84               |
| 64  | 5.04      | 4.95              | 4.83     | 4.64     | 4.96               |
| 65  | 5.18      | 5.07              | 4.93     | 4.71     | 5.08               |
| 66  | 5.32      | 5.20              | 5.03     | 4.78     | 5.20               |
| 67  | 5.47      | 5.33              | 5.14     | 4.85     | 5.34               |
| 68  | 5.64      | 5.47              | 5.25     | 4.92     | 5.48               |
| 69  | 5.82      | 5.62              | 5.36     | 4.99     | 5.63               |
| 70  | 6.01      | 5.78              | 5.47     | 5.05     | 5.79               |
| 71  | 6.21      | 5.94              | 5.58     | 5.11     | 5.95               |
| 72  | 6.44      | 6.11              | 5.70     | 5.17     | 6.13               |
| 73  | 6.68      | 6.29              | 5.81     | 5.22     | 6.31               |
| 74  | 6.94      | 6.48              | 5.92     | 5.27     | 6.49               |
| 75  | 7.22      | 6.67              | 6.03     | 5.31     | 6.69               |
| 76  | 7.52      | 6.86              | 6.13     | 5.35     | 6.89               |
| 77  | 7.85      | 7.06              | 6.22     | 5.38     | 7.09               |
| 78  | 8.21      | 7.26              | 6.31     | 5.40     | 7.30               |
| 79  | 8.60      | 7.46              | 6.39     | 5.43     | 7.51               |
| 80  | 9.02      | 7.66              | 6.47     | 5.45     | 7.71               |

Values for ages not shown will be furnished upon request.

Table 3

**Joint and Survivor Life Income**  
**MINIMUM AMOUNT OF EACH MONTHLY PAYMENT FOR EACH \$1,000 APPLIED**

| AGE | AGE OF SECOND PARTICIPANT |      |      |      |      |      |      |      |      |
|-----|---------------------------|------|------|------|------|------|------|------|------|
|     | 40                        | 45   | 50   | 55   | 60   | 65   | 70   | 75   | 80   |
| 40  | 3.14                      | 3.20 | 3.25 | 3.29 | 3.32 | 3.34 | 3.35 | 3.36 | 3.37 |
| 41  | 3.15                      | 3.22 | 3.27 | 3.31 | 3.34 | 3.37 | 3.38 | 3.39 | 3.40 |
| 42  | 3.17                      | 3.24 | 3.29 | 3.34 | 3.37 | 3.40 | 3.42 | 3.43 | 3.44 |
| 43  | 3.18                      | 3.25 | 3.32 | 3.37 | 3.41 | 3.43 | 3.45 | 3.47 | 3.48 |
| 44  | 3.19                      | 3.27 | 3.34 | 3.39 | 3.44 | 3.47 | 3.49 | 3.51 | 3.52 |
| 45  | 3.20                      | 3.29 | 3.36 | 3.42 | 3.47 | 3.50 | 3.53 | 3.55 | 3.56 |
| 46  | 3.21                      | 3.30 | 3.38 | 3.45 | 3.50 | 3.54 | 3.57 | 3.59 | 3.60 |
| 47  | 3.22                      | 3.32 | 3.40 | 3.48 | 3.54 | 3.58 | 3.61 | 3.63 | 3.65 |
| 48  | 3.23                      | 3.33 | 3.43 | 3.51 | 3.57 | 3.62 | 3.66 | 3.68 | 3.70 |
| 49  | 3.24                      | 3.35 | 3.45 | 3.53 | 3.61 | 3.66 | 3.70 | 3.73 | 3.75 |
| 50  | 3.25                      | 3.36 | 3.47 | 3.56 | 3.64 | 3.70 | 3.75 | 3.78 | 3.80 |
| 51  | 3.26                      | 3.37 | 3.49 | 3.59 | 3.68 | 3.75 | 3.80 | 3.83 | 3.85 |
| 52  | 3.27                      | 3.39 | 3.51 | 3.62 | 3.71 | 3.79 | 3.85 | 3.89 | 3.91 |
| 53  | 3.27                      | 3.40 | 3.53 | 3.65 | 3.75 | 3.84 | 3.90 | 3.94 | 3.97 |
| 54  | 3.28                      | 3.41 | 3.54 | 3.67 | 3.79 | 3.88 | 3.95 | 4.00 | 4.04 |
| 55  | 3.29                      | 3.42 | 3.56 | 3.70 | 3.83 | 3.93 | 4.01 | 4.06 | 4.10 |
| 56  | 3.29                      | 3.43 | 3.58 | 3.73 | 3.86 | 3.98 | 4.07 | 4.13 | 4.17 |
| 57  | 3.30                      | 3.44 | 3.60 | 3.75 | 3.90 | 4.03 | 4.12 | 4.20 | 4.24 |
| 58  | 3.31                      | 3.45 | 3.61 | 3.78 | 3.94 | 4.07 | 4.19 | 4.27 | 4.32 |
| 59  | 3.31                      | 3.46 | 3.63 | 3.80 | 3.97 | 4.12 | 4.25 | 4.34 | 4.40 |
| 60  | 3.32                      | 3.47 | 3.64 | 3.83 | 4.01 | 4.17 | 4.31 | 4.42 | 4.49 |
| 61  | 3.32                      | 3.48 | 3.66 | 3.85 | 4.04 | 4.22 | 4.38 | 4.49 | 4.58 |
| 62  | 3.32                      | 3.48 | 3.67 | 3.87 | 4.08 | 4.27 | 4.44 | 4.58 | 4.67 |
| 63  | 3.33                      | 3.49 | 3.68 | 3.89 | 4.11 | 4.32 | 4.51 | 4.66 | 4.77 |
| 64  | 3.33                      | 3.50 | 3.69 | 3.91 | 4.14 | 4.37 | 4.58 | 4.75 | 4.87 |
| 65  | 3.34                      | 3.50 | 3.70 | 3.93 | 4.17 | 4.42 | 4.65 | 4.84 | 4.97 |
| 66  | 3.34                      | 3.51 | 3.71 | 3.95 | 4.20 | 4.47 | 4.72 | 4.93 | 5.09 |
| 67  | 3.34                      | 3.52 | 3.72 | 3.96 | 4.23 | 4.52 | 4.79 | 5.02 | 5.20 |
| 68  | 3.35                      | 3.52 | 3.73 | 3.98 | 4.26 | 4.56 | 4.86 | 5.12 | 5.32 |
| 69  | 3.35                      | 3.53 | 3.74 | 3.99 | 4.29 | 4.61 | 4.93 | 5.22 | 5.45 |
| 70  | 3.35                      | 3.53 | 3.75 | 4.01 | 4.31 | 4.65 | 5.00 | 5.32 | 5.58 |
| 71  | 3.35                      | 3.53 | 3.75 | 4.02 | 4.34 | 4.69 | 5.06 | 5.42 | 5.71 |
| 72  | 3.35                      | 3.54 | 3.76 | 4.03 | 4.36 | 4.73 | 5.13 | 5.52 | 5.85 |
| 73  | 3.36                      | 3.54 | 3.77 | 4.04 | 4.38 | 4.77 | 5.20 | 5.62 | 5.99 |
| 74  | 3.36                      | 3.54 | 3.77 | 4.05 | 4.40 | 4.80 | 5.26 | 5.72 | 6.14 |
| 75  | 3.36                      | 3.55 | 3.78 | 4.06 | 4.42 | 4.84 | 5.32 | 5.82 | 6.28 |
| 76  | 3.36                      | 3.55 | 3.78 | 4.07 | 4.43 | 4.87 | 5.38 | 5.92 | 6.43 |
| 77  | 3.36                      | 3.55 | 3.79 | 4.08 | 4.45 | 4.90 | 5.43 | 6.01 | 6.58 |
| 78  | 3.36                      | 3.55 | 3.79 | 4.09 | 4.46 | 4.93 | 5.48 | 6.11 | 6.73 |
| 79  | 3.37                      | 3.56 | 3.79 | 4.10 | 4.48 | 4.95 | 5.53 | 6.20 | 6.88 |
| 80  | 3.37                      | 3.56 | 3.80 | 4.10 | 4.49 | 4.97 | 5.58 | 6.28 | 7.02 |

Values for ages not shown will be furnished upon request.

**This page intentionally left blank**



## Accelerated Death Benefit Rider

**Important Notice:** Insurance Proceeds, cash values, and loan values will be reduced to zero and will not be paid and Our Obligations under the contract will terminate if We pay You the Accelerated Death Benefit under this Rider.

**Important Tax Notice:** The Accelerated Death Benefit under this Rider is intended to qualify for favorable income tax treatment under §101(g) of the Internal Revenue Code of 1986 as amended by Public Law 104-191. If the Accelerated Death Benefit qualifies for such favorable tax treatment, the benefit will be excludable from your income and not subject to federal income taxation. Tax laws relating to acceleration of life insurance benefits are complex. **You should consult a qualified tax or legal advisor to determine the effect on You.** Neither We nor Our agents are authorized to give tax or legal advice.

**Public Assistance Program Notice:** Receipt of the Accelerated Death Benefit may 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 programs. You should consult a qualified tax or legal advisor and with social services agencies concerning how receipt of such payment will affect your, your spouse and your family's eligibility for public assistance.

### Section — 1 Benefit

---

Subject to the terms of this Rider, We will pay You an Accelerated Death Benefit during the lifetime of the Insured, if the Insured is Terminally Ill. Upon payment of the Accelerated Death Benefit, the Contract and Our obligations under it terminate. Our obligations under any riders, endorsements and supplemental benefits attached to the Contract will be determined by their terms as if the Insured had died.

### Section — 2 Definitions

---

Words defined in the Contract have the same meaning in this Rider unless otherwise indicated. In this Rider the following words mean:

**Accelerated Death Benefit** — means the amount payable under this Rider as defined below.

**Insurance Proceeds** — means the amount We would otherwise pay to the beneficiaries as described in the Contract upon the death of the Insured in the absence of this Rider.

**Physician** — means a legally qualified duly licensed practitioner of the healing arts under the laws of a state or territory of the United States, who is acting within the scope of his or her license. It does not include You, any member of Your immediate family, the Insured, any member of the Insured's immediate family, or any other person with an immediate financial interest in the payment of the Accelerated Death Benefit.

**Terminally Ill** — means an injury or sickness that, despite appropriate medical care, is reasonably expected to result in the Insured's death within twenty-four (24) months or less from the date We receive a Written Request making claim for payment of the Accelerated Death Benefit.

### Section — 3 Amount of Accelerated Death Benefit

---

The amount of Accelerated Death Benefit is equal to the result of (a) multiplied times (b) minus the sum of (c) plus (d), where:

- (a) is the Insurance Proceeds on the date the Accelerated Death Benefit is due and payable under this Rider;
- (b) is 84%;
- (c) is an administrative fee equal to the lesser of \$150.00 or 7% of the Insurance Proceeds; and,
- (d) is any due and unpaid monthly deduction described in the Contract.

### Section — 4 Payment of Accelerated Death Benefit

---

We will pay the Accelerated Death Benefit if the Insured is diagnosed by a Physician as being Terminally Ill, *provided*:

- (a) the diagnosis of the terminal illness is first made at least thirty (30) days after the Effective Date of this Rider, unless such illness results from accidental bodily injury, in which case the 30-day waiting period will be waived;
- (b) any irrevocable beneficiary consents to the payment of the Accelerated Death Benefit in writing on a form We provide;
- (c) any assignee recorded on Our records to which the Contract is then collaterally assigned consents to the payment of the Accelerated Death Benefit in writing on a form We provide;
- (d) the Contract and this Rider are then in force;
- (e) a Physician provides Us a certified written medical opinion and supporting due proof satisfactory to Us that the Insured is Terminally Ill;
- (f) We receive the Contract, a Written Request making claim for payment of the Accelerated Death Benefit, and the Insured's authorization on a form We supply allowing Us to obtain and disclose information concerning the Insured; and,
- (g) upon demand, You and the Insured consent to a second medical diagnosis at Our expense by a Physician of Our choosing. If such second medical diagnosis concludes the Insured is not Terminally Ill, You and the Insured consent to a third medical diagnosis at Our expense by another Physician agreed to by You and Us, in which case We will then rely on the two medical opinions which are in agreement.

Payment due under this Rider will be paid to You in a single sum, and only once.

### Section — 5 Limitation

---

The Accelerated Death Benefit will not be paid if upon the death of the Insured all or a portion of the Insurance Proceeds are payable to a former spouse or trustee as part of a divorce decree or property settlement, or child support order.

### Section — 6 Statement of Payment and Benefit Payment Notice

---

When You make a claim for payment of the Accelerated Death Benefit by Written Request, within twenty days, We will give You a written statement detailing the following:

- (a) the amount payable if the claim is approved;
- (b) the fact that such payment reduces the Contract's Insurance Proceeds, cash values, and loan values to zero;
- (c) that Our obligations under the Contract and any riders, endorsements and supplemental benefits attached to it will then cease; and,
- (d) that no future benefits are payable to You or any other person or entity except that Our obligations under any riders, endorsements and supplemental benefits attached to the Contract will be determined by their terms as if the Insured had died.

If We pay You the Accelerated Death Benefit, We will give You a benefit payment notice containing the same information at the time of payment.



Section — 7 Termination

---

This Rider will end when any one of the following events occur:

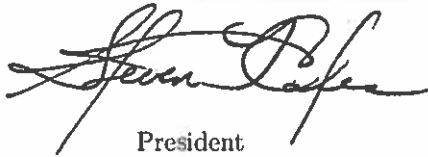
- (a) We receive Your Written Request to cancel this Rider; or,
- (b) the Contract terminates for the first time after the expiration of the Grace Period.

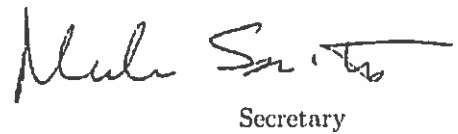
Section — 8 Effective Date

---

The effective date of this Rider is the same as the Issue Date unless otherwise shown on the line below:

Effective Date: \_\_\_\_\_

  
President

  
Secretary

**This page intentionally left blank**

**This page intentionally left blank**

# TEXASLIFE INSURANCE COMPANY

Since 1901 | 900 WASHINGTON | POST OFFICE BOX 830 | WACO, TEXAS 76703-0830

## FLEXIBLE PREMIUM UNIVERSAL LIFE INSURANCE TO AGE 121

Life insurance is payable if the Insured dies before age 121.

Coverage continues if Cash Value less  
indebtedness covers the monthly deduction.

Cash Value, if any, less indebtedness is payable at the Final Policy Date.

Non-participating. Rate class as shown on page 3 of the Contract.