

Whole Life After Issue Changes

These are general rules, some products may differ

Dividend Options

- Cash
- Applied
- **Additions:** dividends purchase additional paid-up life insurance
- **Internal Paid-Up (LifeBuilder and TotalSecure only):** dividends applied to convert ordinary insurance to paid up insurance
- **Held:** dividends held at company at an interest rate guaranteed not to be less than 4%
- **Flex Term I:** dividends, net rider premiums and any excess premium purchase a blend of one-year term insurance and additional paid up life insurance. This option is available through the Flex Term Dividend Optional Rider for an additional cost.
 - If the dividend option is changed to Flex Term I, underwriting approval is required
 - If the policy has Flex Term I as a dividend option and the dividend option is changed, this rider is terminated along with the one-year term insurance

Riders Available After Issue subject to Underwriting approval

- Guaranteed Insurability Rider
- Additional Paid-Up Life Insurance Rider
- Term Riders
- Riders may only be added after issue to 2017 CSO products.

Loans*

- Not available in policy year 1
- Policy must be in force and have available loan value

Withdrawal Options*

Convert Paid-Up Insurance to Ordinary Insurance

Under this option, the reduction in both total death benefit and total cash value will be equal to the amount of the withdrawal. While this option will minimize the reduction in death benefit, it will also increase the required premium.

Products issued by

National Life Insurance Company®

National Life Group® is a trade name of National Life Insurance Company (NLIC), Montpelier, VT. Each company of National Life Group is solely responsible for its own financial condition and contractual obligations.

No bank or credit union guarantee | Not a deposit | Not FDIC/NCUA insured | May lose value | Not insured by any federal or state government agency

Guarantees are dependent upon the claims-paying ability of the issuing company.

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Surrender Paid-Up Insurance

Under this option, the policy owner can surrender any portion of their paid-up insurance and receive the cash surrender value of that insurance. This option does not increase the required premium; however, it will produce a larger decrease in death benefit.

Reinstatement

- If policy lapses the coverage can be restored without additional requirements if the premium due is paid within 90 days of the paid to date
- Reinstatement is available between 91 days from the paid to date to 5 years from the paid to date at time of lapse, subject to underwriting requirements which will include medical/health information.

Paid Up

Owner may elect Reduced Paid-Up Life Insurance

- The amount of paid-up life insurance will be the level amount which can be bought using the Net Cash Value on the effective date based on the net single premium basis at the then Attained Age of Insured.
- Effective date must be within 60 days of the policy's paid to date

Surrender

Net Cash Value is paid out if policy is surrendered

*Policy loans and withdrawals reduce the policy's cash value and death benefit and may result in a taxable event. Withdrawals of paid-up additions and loans will not create an immediate taxable event, but substantial tax ramifications could result upon contract lapse or surrender.