

# Rider Overview



Lafayette Life  
Insurance Company

A member of Western & Southern Financial Group

## Whole Life Series • Benefits and Riders Overview

Product	Description	Issue Ages	Coverage Termination	Limits
<b>Accelerated Death Benefit Rider<sup>1</sup></b> (ICC16 LLR-07 1601)	Provides an acceleration of the base policy death benefit if insured is diagnosed with terminal illness that is expected to result in death within 12 months.	0-85	Same as base policy	Minimum Advance: \$500 Maximum Advance: <sup>2</sup> The policy net cash value, plus the lesser of \$250,000 or 60% of the difference between the death benefit and the net cash value.
<b>Accelerated Death Benefit Plus Rider<sup>1</sup></b> (ICC16 LLR-08 1601)	Provides the policy owner access to a portion of the death benefit of the policy in the form of an advance if the insured has experienced a terminal illness, a specified medical condition* or a chronic illness, as defined in the rider.  *Specified medical condition not available in CA.	0-85	Same as base policy	Minimum Advance: \$500 Maximum Advance Formulas: Specified Medical Condition* = Net cash value plus lesser of \$25,000 or 10% of the difference between the death benefit and net cash value. Chronic Illness Lump Sum = Net cash value plus lesser of \$250,000 (\$300,000 in CA) or 40% of the difference between the death benefit and net cash value. Chronic Illness Periodic Payments <sup>3</sup> = Lesser of \$1,000,000 (\$300,000 in CA) or 50% of death benefit. Terminal Illness = Net cash value plus the lesser of \$250,000 or 60% of the difference between the death benefit and net cash value.
<b>Single Premium Paid-Up Additions Rider (SPUA 2022)</b> (ICC19 LLR-16 1901 and ICC21 LLR-22 2105)	Allows a one-time purchase of paid-up additional insurance, increasing the death benefit and cash value of the base policy, and earns dividends. Rider cash value is available for partial surrender.	0-85 18-80 preferred	Same as base policy	Minimum Premium \$120 Maximum Premium \$3,000,000 (without company consent per policy)
<b>Fixed Premium Paid-Up Additions Rider (FPUA 2022)</b> (ICC19 LLR-17 1901 and ICC21 LLR-23 2105)	Allows for the purchase of paid-up additional insurance, with premium selected at issue and fixed for the premium-paying period, increasing the base policy death benefit and cash value, and earns dividends. Allows a longer premium-paying period than LPUA. Rider cash value is available for partial surrender.	0-85 18-80 preferred	Same as base policy <sup>4</sup>	Fixed Annual Premium: Selected at issue. Paying less than the fixed amount is allowed in two rider years without penalty, after which the premium will be reset. <sup>6</sup> Minimum Premium: Issue age 0-17: \$60; 18+: \$120. Maximum Annual Premium \$500,000. <sup>7</sup> Lifetime Maximum Premium per life of \$5,000,000. <sup>8</sup>
<b>Level Premium Paid-Up Additions Rider (LPUA 2022)</b> (ICC19 LLR-15 1901 and ICC21 LLR-21 2105)	Allows for the purchase of paid-up additional insurance, with a high level of flexibility in premium amount subject to certain limitations, increasing the base policy death benefit and cash value, and earns dividends. Rider cash value is available for partial surrender.	0-75 18-75 preferred	Same as base policy <sup>5</sup>	Minimum Annual Premium \$500 first year and \$120 in each year thereafter. Maximum Annual Premium \$500,000. <sup>7</sup> Lifetime Maximum Premium per life of \$5,000,000. <sup>8,9</sup>
<b>Waiver of Premium Disability Benefit Rider<sup>10</sup> (WP-05)</b>	<b>Prior to age 60:</b> If insured becomes totally disabled while the policy is in force, waives payment of premiums for the policy and any attached riders (except LPUA and FPUA), while the insured remains disabled.  <b>Between ages 60-65:</b> Waives premiums for the policy and attached riders (except LPUA and FPUA), until age 65 while the insured is still disabled.	0-60	Age 65	Disability is the inability to perform the duties of one's own occupation. Definition applies to all years.

1 Rider provisions, availability, definitions and benefits may vary by state.

2 Maximum Advanced Amount may be reduced by interest.

3 The Maximum Annualized Periodic benefit for chronic illness under this rider is the lesser of the annualized Internal Revenue Service per diem limitation, or \$240,000 in a calendar year. (Not applicable in California.)

4 Premiums payable to age 95 and can extend past the premium paying period of base policy.

5 Premiums payable to age 75 and can extend past the premium paying period of base policy.

6 See the Agents Reference Manual on the agent's website for more details.

7 The maximum annual premium limitation of \$500,000 applies to the combined LPUA maximum annual premium and the FPUA annual premium. Subject to underwriting.

8 The lifetime maximum premium aggregates all premiums paid on in-force riders on the life of the insured that have a lifetime maximum (except for Florida).

9 If the minimum annual premium is not paid, or the lifetime maximum premium is paid, no more premium will be accepted. There is no grace period for paying the minimum annual premium.

10 Disability must be the result of bodily injury or disease such that it prevents the insured from performing the duties of the insured's regular occupation at the time insured becomes disabled.

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Product	Description	Issue Ages	Coverage Termination	Limits
<b>Term Life Rider 2022</b> (ICC14 LLR-01 1408)	Provides level term coverage for a guaranteed level premium for 7, 10, 15, 20 or 30 years with annually increasing premium thereafter. Convertible. Renewable.	7 and 10 year: 18–75 15 year: 18–70 20 year: 18–65 30 year: 18–55 <sup>11</sup>	Age 95 <sup>12</sup>	Minimum Amount: \$25,000 Maximum Amount: 12 times the amount of the base policy to which the rider is attached.
<b>Children's Insurance Rider 2022</b> (ICC21 LLR-14 2105)	Provides term insurance on the children of the insured until either the child's age 24 ( <i>or the insured's age 65, if earlier</i> ). Convertible.	Child's age: 0–17 Insured's age: 18–55	Child's age 24 or the insured's age 65 if earlier.	Minimum \$5,000 Maximum: Lower of \$25,000 or face amount of the base policy.
<b>Premium Deposit Fund Rider (PDF)<sup>13</sup></b> (ICC19 LLR-18 1901)	Provides a fund into which money can be deposited at any time for any reason, subject to funding limitations. The fund can be used to pay future premiums, and earns an interest rate credited by the company (never less than 0.25%).	0–85	Same as base policy	Maximum Premium: 2x the annual premium, defined as: Base annual premium plus rider(s) annual premium, LPUA maximum annual premium and FPUA fixed annual premium.
<b>Premium Deposit Fund Max Rider (PDF Max)</b> (ICC19 LLR-19 1901)	Provides a fund into which a single deposit may be paid at issue, subject to funding limitations. Annual premiums for the base policy and attached riders are paid from the fund. It offers a premium discount rate determined at issue (guaranteed to never change).	0–85	Same as base policy	Maximum Premium: Between 3–10x the annual premium, defined as: Base annual premium plus rider(s) annual premium, LPUA maximum annual premium and FPUA fixed annual premium.
<b>Accidental Death Benefit Rider</b> (ADB-05)	Pays an additional amount in the event of death resulting from accidental bodily injury.	0–64	Age 70	Maximum issue and participation limit is \$250,000, limits are reduced for ages under 25. Issued through table C.
<b>Option to Purchase Additional Insurance Rider (OPAI)</b> (ICC18 LLR-12 1809)	Provides the option of purchasing additional insurance policies on specified dates and life events in the same risk class as the original policy without proof of insurability.	0–37	Age 49	Maximum Amount: Issue age 0–17, the lesser of 5x the base policy face amount or \$150,000. Issue age 18–37, the lesser of the base policy face amount or \$150,000.

11 The 30-year term rider is only available to ages 18–50 for male tobacco users and unisex tobacco users.

12 The premium paying period is to age 95 regardless of the premium paying period of the base policy to which the rider is attached.

13 Automatically added to policies at issue when PDF Max (LLR-19) is not elected. Both riders cannot be issued with the policy. Can be added after issue if PDF Max exhausts.

The above provides a brief description of the riders. Please refer to the rider policy for specific terms and conditions, which shall govern. Additional information may be found in the Agent Reference Manual on the agent's website. Not all riders are available on all products.

**Life insurance products are not bank products, are not a deposit, are not insured by the FDIC nor any other federal entity, have no bank guarantee, and may lose value.**

Living benefits are accessed through an advance of the policy's death benefit, provided the insured meets eligibility requirements under the applicable rider. An advance is treated as a lien secured by the death benefit of the policy and will reduce the death benefit payable if not repaid. The advance will accrue interest each year. The rate of interest will depend on the cash value of the policy and may vary. The lien may be increased if necessary to keep the policy in effect. This rider is added at no additional premium; however, we may charge a fee of up to \$250 for an advance payment.

Life insurance proceeds paid in the form of an accelerated death benefit when the insured has become chronically or terminally ill, and is otherwise eligible for benefits, are intended to receive favorable tax treatment under Section 101(g) of the Internal Revenue Code (26 U.S.C. Sec. 101(g)). There may be tax consequences in some situations in accepting an accelerated benefit payment amount, such as where total payments exceed the per diem limitation under the Internal Revenue Code. Please advise your clients to contact their tax advisor before taking an advance. Receipt of accelerated benefit payments may adversely affect the recipient's eligibility for Medicaid or other government benefits or entitlements.

**This is a life insurance benefit that also gives clients the option to accelerate some or all of the death benefit in the event that they meet the criteria for a qualifying event described in the policy. This policy does not provide long-term care insurance subject to California long-term care insurance law. This policy is not a California Partnership for Long-Term Care program policy. This policy is not a Medicare Supplement policy.**

Product features differ between long-term care insurance and life insurance accelerated death benefit riders. Accelerated death benefit riders pay an unrestricted advance of a portion of the life insurance death benefit when the insured experiences terminal or chronic illness as defined in the rider. Your clients do not have to show incurred care expenses associated with an accelerated death benefit. The maximum benefit payable is based on the policy's cash value and face amount. Any advance paid will reduce the death benefit of the policy. Long-term care policies or riders, on the other hand, pay benefits based on expenses incurred by the policyholder for long-term care. The total benefits available for long-term care insurance are selected by the policyholder at issue. Long-term care insurance is a stand-alone insurance policy or a rider designed to pay for the cost of long-term care services. Long-term care insurance may include coverage for such qualifying events as institutional care, care in a nursing home or skilled nursing facility, home care coverage, hospice care, respite care or community care.

The Lafayette Life Insurance Company, Cincinnati, Ohio, operates in D.C. and all states except New York, and is a member of Western & Southern Financial Group, Inc. Life insurance products are issued and guaranteed by The Lafayette Life Insurance Company. Guarantees are based on the claims-paying ability of the company. Whole Life Insurance Policy series ICC21 LL-01 2104 and ICC21 LL-08 2104, Single Premium Whole Life Insurance Policy series ICC21 LL-02 2104 and all rider series are issued by The Lafayette Life Insurance Company. Chronic illness underwriting guidelines will be used to determine eligibility for our various Accelerated Death Benefit Riders. Please advise your clients to contact their tax advisor before taking an advance.

Product and rider provisions, availability, definitions and benefits may vary by state. Check the Lafayette Life website (LLIC.com) for state-specific limitations. The Lafayette Life Insurance Company does not provide legal or tax advice. Please advise your clients to contact their tax advisor before taking an advance.

Life insurance is not intended to be used as a savings product, retirement plan, or investment vehicle. Lafayette Life's role is strictly limited to providing life insurance policies and annuity contracts. Any other services a Lafayette Life independent agent provides to applicants and policyholders, including but not limited to financial planning, estate and retirement planning, tax planning, or investment planning, are not provided on behalf of Lafayette Life.

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