

Just the facts about Universal Life

# New York Life Universal Life

<b>Issuing company</b>	New York Life Insurance and Annuity Corporation (NYLIAC), a wholly owned subsidiary of New York Life Insurance Company.
<b>Product type</b>	Universal Life insurance
<b>Issue ages</b>	18–80
<b>Face Amount</b>	<b>Minimum:</b> \$50,000; \$100,000 if the determined risk class is select preferred, preferred, or preferred II. <b>Maximum:</b> NYLIAC retention limits
<b>Face amount bands</b>	Band 1: Not used Band 2: \$50,000–\$99,999 Band 3: \$100,000–\$249,999 Band 4: \$250,000–\$499,999 Band 5: \$500,000–\$999,999 Band 6: \$1,000,000–\$4,999,999 Band 7: \$5,000,000+
<b>Underwriting risk classes</b>	Select preferred, preferred, preferred II, nonsmoker, select standard, standard, special classes nonsmoker & standard 2–13.
<b>Premium modes</b>	Annual, semiannual, quarterly, monthly recurring payment, combined billing, NYL-A-Plan, or lump sum.
<b>IRC Section 7702 testing</b>	To qualify for favorable tax treatment, your policy must pass a test defined in the Internal Revenue Code Section 7702—Cash Value Accumulation Test (CVAT).
<b>Life insurance benefit options</b>	You may choose the life insurance benefit that best meets your goals. <ul style="list-style-type: none"><li>• Option 1 provides a level death benefit that equals the face amount you select.</li><li>• Option 2 provides a fluctuating death benefit that equals the face amount plus cash value, so the benefit amount is based - in part - on the potential growth of your investment.</li></ul>

This material is not for use in California.



**Current interest crediting rate**

The current interest crediting rate will be declared by NYLIAC and is based on the policy year and the face amount band. For the table below Y = the base interest crediting rate declared by NYLIAC.

Policy Year	Face Amount Band(s)	Interest Crediting Rate
1-10	2-7	Y%
11+	1	Not Used
	2	Y%+0.15%
	3	Y%+0.25%
	4	Y%+0.30%
	5	Y%+0.30%
	6	Y%+0.40%
	7	Y%+0.40%

**Guaranteed minimum interest crediting rate**

2.5% all years and all bands

**Policy Loans**

You may borrow any amount up to the loan value of your policy. This is equal to the cash surrender value, less one monthly deduction charge, and any unpaid loan and accrued loan interest.<sup>1</sup>

**Loan interest rate**

4.5% payable in arrears

**Interest credited on the loaned amount**

<b>Current</b>	Policy years 1-10	2.5%
	Policy years 11+	3.5%
<b>Guaranteed</b>	All years and all bands	2.5%

**Partial cash surrenders**

The minimum partial cash surrender amount is \$500. You must maintain the lesser of \$500 of cash surrender value or an amount equal to two monthly deduction charges in your policy. A \$25 service charge will be applied to all partial surrenders.<sup>1</sup>

**Policy charges and expenses**

**Surrender charges**—Surrender charges will decline over a period of 15 years and will be zero in policy year 16 and beyond. For issue ages over 75, the surrender-charge duration grades down by one each year, and is ten years for issue age 80.

**Premium expense charges**—When a premium payment is received, whether it is planned or unplanned, we deduct a premium expense charge and credit the net premium to the policy cash value. The target premium is the break-point amount that is used to determine the amount of the premium expense charge.

These rates apply to both qualified and nonqualified plans

**New York Life Universal Life—Current**

Years	Up to Target Premium 1	Target 1 to Target 2	Over Target Premium 2
1-15	10.00%	10.00%	20.00%
16+*	5.00%	5.00%	5.00%

**New York Life Universal Life—Guaranteed**

Years	Up to Target Premium 1	Target 1 to Target 2	Over Target Premium 2
1-20	10.00%	10.00%	20.00%
21+**	10.00%	10.00%	20.00%

\* In New York and Texas, we do not illustrate the current load rate reduction in years 16-20.

\*\* Guaranteed rates for years 21+ is 5% in New York and Texas.

**Monthly per \$1,000 face amount charge**—This charge is specified in the policy contract and is deducted from the policy's cash value each month. It is based on the policy face amount, the policy duration, the insured's issue age, the insured's gender, and the insured's risk class.

**Current:** Will not be charged past year 15.

**Guaranteed:** Will not be charged past year 20.

**Monthly administration fee**—In addition to the cost of insurance charges, the monthly administrative fee is deducted every month on the "Monthly Deduction Day" from the accumulated cash value.

**Current Fee:** Below \$1 million—\$10

\$1 million and above—\$0

**Guaranteed Fee:** \$20 for all face amounts

## Available riders

**Accidental Death Benefit**—Provides an additional death benefit equal to the face amount of the policy if the insured dies as a result of an accident prior to age 70 (\$300,000 maximum). Available for purchase.

**Chronic Care Rider**—Allows you to leverage your life insurance coverage to help mitigate the costs associated with chronic-care needs. Available for purchase only at policy issue.

**Insurance Exchange Rider**—Provides for the transfer of policy coverage to a successor insured, subject to evidence of good health. The rider is included in the purchase of your policy, but there may be a cost to exercise this rider, depending on the policy value adjustments that occur when the insured is changed. Exercising this rider will create a taxable event to the policy owner if there has been a gain in the contract.

**Lapse Protection Benefit Rider**—Guarantees the policy will not lapse, even if its cash surrender value is not enough to cover the monthly deduction charges, during the protection benefit period. The two protection benefit periods provided are an attained age 90 and a 15-year guarantee. To ensure that the coverage remains in force, monthly required premium tests must be satisfied. Available for purchase at policy issue. In addition, the No Lapse Guarantee Rider listed below will not be included on the policy if this rider is elected.

**Living Benefits Rider**—Offers access to a portion of your policy's eligible death benefit if you are diagnosed with a terminal illness and have a life expectancy of 12 months or less. Various states have established different life expectancy periods once a terminal illness is diagnosed. The Living Benefits Rider can be elected on the application at no additional cost, but there is a cost to exercise the rider.<sup>2</sup>

**Monthly Deduction Waiver Rider**—Waives the monthly cost of insurance, any rider charges, and administration fees during times when the insured is totally disabled, as described in the rider, and total disability has continued for at least six months. Available to purchase on this product.

**No Lapse Guarantee Rider**—Guarantees that the policy will not lapse within the specified guarantee period, even if the policy's cash surrender value is not sufficient to cover the monthly deduction charges, as long as the conditions of the Cumulative Required No Lapse Guarantee Rider Monthly Premium Test are satisfied. The No Lapse Guarantee Rider is automatically included, and the duration of the guarantee will be equivalent to the surrender-charge period. If the Lapse Protection Benefit Rider is elected, this rider will not be included with the policy.

**Return of Premium Rider**—Provides additional life insurance protection. Generally, the policy's life insurance benefit will increase by the amount of premiums paid into the policy (and will decrease if any withdrawals, or "partial surrenders," are taken) subject to certain limitations. This rider is available for purchase on this product.

**Spouse's Paid-Up Insurance Purchase Option**—Allows an eligible beneficiary to use the life insurance proceeds at the time of the insured's death to purchase a new single-premium paid-up whole life policy on his or her life, without providing evidence of insurability. In New York, the rider is called Rider Insured's Paid-Up Insurance Purchase option. The rider is automatically included with purchase of a policy.

**Policy owner services**

You will receive an annual policy summary detailing the premium payment activity, the policy cash value, a monthly interest crediting history, monthly breakdown of policy costs and administrative fees, and any loans or partial surrenders.

A confirmation notice will be sent whenever an unplanned premium payment, face amount change, partial surrender, loan, or loan repayment occurs.

All guarantees are based on the claims-paying ability of the issuer.

Products and riders are available in approved jurisdictions. Names and features may vary. Riders are available only with purchase of a policy.

In most jurisdictions, the form numbers are as follows (state variations may apply): Universal Life is ICC19-319-51P; Accidental Death Benefit is ICC19-319-200R, Chronic Care Rider is ICC19-319-293R, Lapse Protection Benefit is ICC19-319-226R, Living Benefits Rider is ICC18-318-495R, Monthly Deduction Waiver is ICC19-319-227R, Insurance Exchange Rider is ICC18-318-470R, Spouse's Paid-Up Insurance Purchase Option is ICC18-317-375R, Return of Premium Rider is ICC19-319-294R(2020), and No Lapse Guarantee Rider is ICC19-319-224R.

Universal Life insurance products are issued by New York Life Insurance and Annuity Corporation (A Delaware Corporation and wholly owned subsidiary of New York Life Insurance Company).

Neither New York Life Insurance Company nor its agents, provide tax, legal or accounting advice. Please consult your own tax, legal or accounting professional before making any decisions.

<sup>1</sup>Policy loans and partial surrenders will reduce the available cash surrender value and life insurance benefit.

<sup>2</sup>Receipt of accelerated death benefits may affect eligibility for public assistance programs and may be taxable. You should consult your tax advisor regarding your circumstances.

**New York Life Insurance Company**

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