

**PLAN DESCRIPTION:** EG Advantage is a flexible premium adjustable life (Universal Life) product offering a very low minimum premium with emphasis on death benefit. Low cost and flexibility make this product an ideal permanent alternative to term insurance. Policy form EG-U5 and riders may not be approved in all states.

**ISSUE AGES:** 18 to 85 age nearest birthday

**MINIMUM FACE AMOUNT:** \$50,000

**UNDERWRITING CLASSES:**

**Non-Smoker** - No tobacco use in any form in the last 12 months.

**Tobacco** - Use of pipes, cigars, chewing tobacco, dip, snuff, or use of nicotine patches or nicotine gum

**Smoker** - Use of cigarettes in the last 12 months.

NOTE: An occasional cigar smoker (12 or less per year) may qualify for Non-Smoker rates.

**IMPAIRED RISK UNDERWRITING:**

Age 18-60 through Table 8

Age 61-70 through Table 6

Age 71-80 through Table 4

Age 81-85 through Table 2

**DEATH BENEFITS:**

Option A Only - Level Face Amount

The policy will not terminate for the following initial period if total premiums paid (less policy debt or partial surrenders) equals cumulative minimum premiums: Issue Ages 18-80 for **15 years**, Issue Ages 81-85 for **10 years**.

**TARGET & MINIMUM PREMIUMS:** EG Advantage offers a unique feature where full commissions are paid on the premium paid during the first **24 months** up to the "Target" Table ratings and permanent flat extra ratings increase the Target premium. Temporary flat extra ratings are non-commissionable. "Minimum" premium is the amount necessary to issue a policy and is the sum of the base policy premium, any rider or benefit premium, any substandard extra premium and the \$60 policy fee. This "Minimum" premium is also used in calculating the required premium for any no-lapse guarantee period to be in effect. Note, for policies with a face amount less than \$100,000, the "Target" is equal to the "Minimum" premium. The illustration software will calculate all premiums.

**PREMIUM PAYMENTS:** Premium payment amounts and schedules are left to the policyowner's discretion, subject to required minimums and IRS Guideline Premium maximums. Payments can conceivably range from one lump sum to irregular premiums to monthly premiums.

**PLANNED PREMIUM MODES:** Premium payment modes available are Annual, Semi-Annual (1/2), Quarterly (1/4) and Pre-Authorized Check, PAC (1/12). The minimum PAC is \$10 per month. The minimum for all other modes is \$120.

**INTEREST RATES:** The guaranteed interest rate is an annual effective rate of 3%. The current interest rate will be periodically announced by the Company. Where available, the current interest rate is increased by .5% while

the policy value exceeds \$10,000. The interest increase is guaranteed if the credited interest rate is greater than the guaranteed interest rate.

**POLICY LOANS:** Interest rate is 8% in arrears for policy years 1-10. At the 11th policy year, and thereafter, the loan interest rate is equal to the guaranteed interest rate credited to the policy value.

**EXPENSE CHARGES:** There is a permanent 5% premium load applied to all premium payments and a permanent monthly administrative charge of \$5.00. A monthly expense charge per \$1,000 is assessed for the first 12 months following any increase in face amount.

**ANNUAL REPORT:** After each policy anniversary, a personalized annual report will be sent to the policyowner. The report will show premium payments, interest credits, cost of insurance charges, expense charges since the last policy anniversary, loans, withdrawals, and the policy value as of the anniversary date.

**PARTIAL SURRENDERS:** Partial surrenders may affect the death benefit. A fee of \$25 will be charged for each partial surrender. A partial surrender may not reduce the face amount less than the minimum face amount. If a policy has been in force for at least 1 year, any surrender less than the full amount is considered a partial surrender.

**FULL SURRENDERS:** After the policy has been in force for at least 12 months, a full surrender may be made. A surrender charge will be assessed during the 14 year period following the date of issue. Surrender charges do not increase or decrease with face amount changes.

**DECREASES IN COVERAGE:** After the policy has been in force for at least 1 year, decreases may be requested. The face amount remaining in effect after any decrease may not result in a policy amount less than the minimum face amount.

**INCREASES IN COVERAGE:** After the policy has been in force for at least 1 year, increases may be requested. The minimum amount of increase is \$10,000 and is subject to evidence of insurability.

**MATURITY AGE:** Standard is age 120. At age 100 and after, there are no charges for cost of insurance, premium load, administrative charge, or any ratings. Any loan interest or partial surrender fee will continue. The face amount is unchanged.

**TERMINAL ILLNESS/ACCELERATED DEATH BENEFIT:** Where available, an Accelerated Death Benefit for a qualifying terminal illness is automatically included in all policies. There is no charge or premium for this benefit. However, if the owner exercises this benefit, a lien equal to the accelerated death benefit will be established against the policy and will accumulate interest. The maximum benefit is the lesser of 60% of the current face amount of the policy or \$1,000,000. Refer to the endorsement for complete details and definitions for qualification.

**BENEFITS AND RIDERS:** (not available on Sub-Standard)

Accidental Death Benefit	Family Term Rider
Children's Term Rider	Guaranteed Insurability Riders
Disability Benefit	Protected Insurability Rider

