

50+ Multi-Benefit Term Life Insurance

Life insurance with
living benefits acceleration.

Group Membership Association Division



Financial security never gets old.

If anything, it becomes more important.

Our New York Life 50+ Multi-Benefit Group Term Life Insurance policy makes it easy for mature members and their spouses to secure as much as \$100,000 in group life insurance protection. For added comfort and security, this coverage lets them use a portion of their benefit—while living—to help with the potentially high cost of a chronic illness, permanent critical condition, or terminal illness.



They've earned the right to relax.

It's easy to feel invincible when you're in your 20s and 30s. But, as many of us know, things often change in our 50s and 60s. And that's why we're so sure this coverage will be popular with long-time members: because it may help reduce some of the financial concerns that crop up later in life.

Make it easy for them to qualify for—and keep—their coverage.

Knowing that health often declines with age, this coverage comes with simplified underwriting that makes it easy for older members to qualify. There are no doctor's visits or medical exams—in fact, everything can usually be answered on the application or over the phone. Once accepted, there is no need to worry about benefit cut backs or about losing coverage due to illness or unemployment.¹

¹Provided they continue to pay their premiums when due and remain a member in good standing, according to the policy guidelines.

Here's how it works...

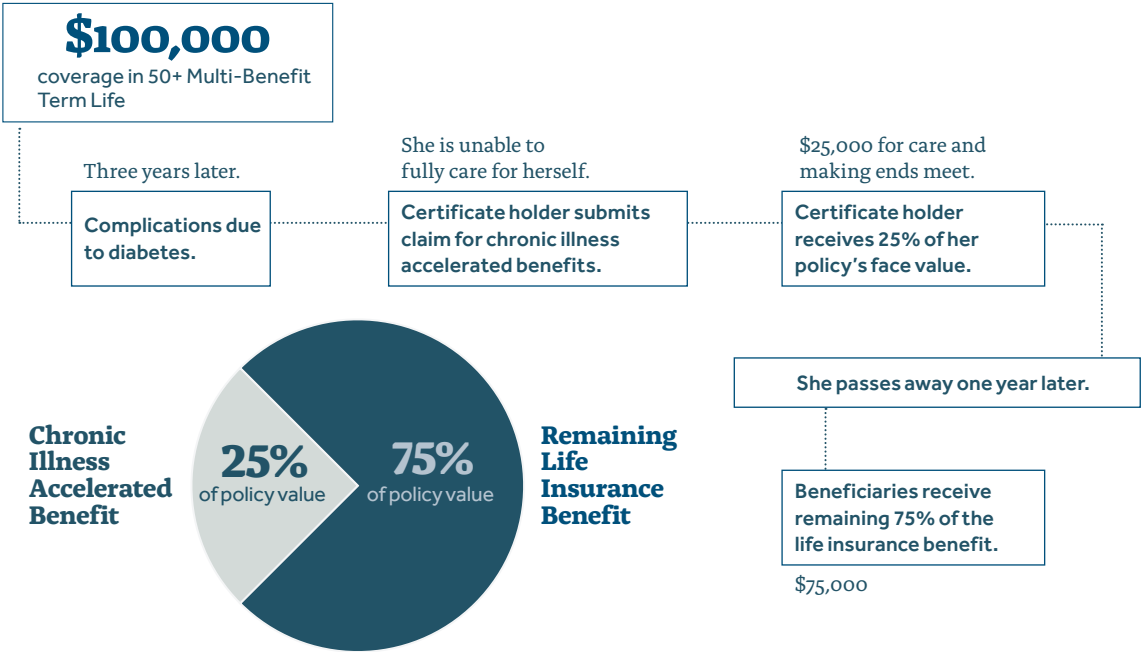
If the certificate holder passes away before requesting an acceleration while this coverage is in effect, their beneficiaries will receive the plan's face value—as much as \$100,000—in a lump-sum payment. If, however, the certificate holder is diagnosed with a chronic illness, permanent critical condition, and/or terminal illness, they can accelerate as much as 75% of the benefit and use it to pay for care or to meet other financial needs. The remaining life insurance benefit will be paid directly to their loved ones when the individual passes away.

Qualifying event	Total face value amount: \$50,000	Total face value amount: \$100,000	Accelerated benefit percentage
Terminal Illness	\$25,000	\$50,000	50%
Chronic Illness or Permanent Critical Condition	\$12,500	\$25,000	25%
Chronic Illness or Permanent Critical Condition <i>plus a separate Terminal Illness</i>	\$37,500	\$75,000	75%

The illustration above is an example only of potential accelerated benefits if under 80 years of age.

Let's look at an example.

Jane is a 62-year-old who purchased \$100,000 in coverage three years ago. Unfortunately, she was recently diagnosed with complications due to diabetes and is unable to fully care for herself, including several activities of daily living (ADL). Since she needs help paying for care and making ends meet, Jane submits a claim for chronic illness accelerated benefits and receives \$25,000 (25% of her policy's face value). She passes away one year later, at which time her beneficiaries receive the remaining life insurance benefit of \$75,000.





Some questions to consider...

What issue ages are available?

Since this coverage is designed for mature members, eligible persons, ages 50–74, may apply.

Can spouses apply for this insurance?

Yes, according to the group policy guidelines. Typically, the spouse cannot apply for a benefit amount that is greater than the active member's.

How much coverage is available?

Benefits are available from \$25,000–\$100,000 (in \$1,000 increments).

How long does the coverage last?

The life insurance portion of the policy lasts until age 90, at which time the certificate holder may convert to a New York Life standard Whole Life policy. The accelerated benefits for the chronic illness or permanent critical condition portion of the policy lasts through age 79.

Can a certificate owner accelerate the entire face amount?

No, the certificate holder can use 25% of the face amount if diagnosed with a chronic illness or permanent critical condition, and 50% of the face amount if diagnosed with a terminal illness. A maximum of 75% can be accelerated, provided there are separate qualified events.

Are accelerated benefits taxable?

Receipt of accelerated benefit payments may be taxable. We recommend the certificate holder consult with a personal tax advisor.

Are the premiums level?

No, but premiums are grouped in five-year age bands.

What is a chronic illness?

A chronic illness is the inability to perform at least two of the six activities of daily living (bathing, continence, dressing, eating, toileting, and transferring) for at least 180 days.

What is a permanent critical condition?

Conditions can vary, but requirements include (A) certification by a licensed health care practitioner as having a severe cognitive impairment; (B) continuous confinement in a home, convalescent care facility, hospice, or nursing home.



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This is a life insurance benefit that also gives you the option to accelerate some of the death benefit in the event that you are certified with a chronic illness or permanent critical condition as described in the certificate.

IMPORTANT NOTICE: This coverage is not intended to be a federally tax-qualified long-term care insurance contract under Internal Revenue Code (IRC) Section 7702B. Therefore, the premiums payable do not qualify as long-term care insurance premiums and are not deductible from gross income for federal income tax purposes. A Chronic Illness or Permanent Critical Condition acceleration is subject to the federal per diem limits set forth in IRC Section 7702B. Under this acceleration, New York Life will not pay claimants more than the federal per diem limits. Assuming the amount you receive in the aggregate from all applicable policies does not exceed the federal per diem limits set forth in IRC Section 7702B, the benefits provided by the Chronic Illness or Permanent Critical Condition acceleration are intended to be excludable from federal gross income under Section 101 (g) of the IRC.

Receipt of an accelerated death benefit may affect eligibility for Medicaid or other government benefits or entitlements and may have income tax consequences. Accelerating benefits before applying for these programs, or while you are receiving government benefits, may affect your initial or continued eligibility. Clients can contact the appropriate social service agency (e.g., the Medicaid Unit of your local Department of Public Welfare or the Social Security Administration Office) for more information.

New York Life 50+ Multi-Benefit Term Life Plan

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