

# CRITICAL ILLNESS ACCELERATED DEATH BENEFIT RIDER

AVAILABLE EXCLUSIVELY IN CALIFORNIA POLICY FORM NO. 3576

## For No Additional Premium...

If you are diagnosed by a licensed physician with any covered critical illness listed below, you may receive up to 95% of the death benefit in a single lump sum. The accelerated death benefit payment will be paid as outlined below. It will be reduced by an actuarial adjustment factor and an administrative charge of \$100. The payment of the accelerated benefit will reduce the death benefit amount of the benefit paid. The cash value (if any), the amount available for loans (if any), and the premium for the policy will decrease in proportion to the amount of the benefit paid.

The accelerated death benefit payment will equal the greater of the following amounts, but in no case will exceed \$150,000:

- 1) The net cash value of the policy, if any, multiplied by the acceleration percentage chosen by the Owner at the time of claim; or
- 2) The result of the applied actuarial formula detailed in the rider.

### COVERED CRITICAL ILLNESSES:

- ▶ Heart Attack
- ▶ Kidney Failure
- ▶ Internal or Invasive Cancer
- ▶ Major Organ Failure
- ▶ Stroke
- ▶ Terminal Illness
- ▶ Amyotrophic Lateral Sclerosis (ALS)

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

Receipt of acceleration-of-life-insurance benefits may affect your, your spouse's or your family's eligibility for public assistance programs such as medical assistance (Medicaid), Aid to Families with Dependent Children (AFDC), supplementary Social Security Income (SSI), drug assistance or other public assistance programs. You are advised to consult with a qualified tax advisor and with social service agencies concerning how receipt of such a payment will affect your spouse's or your family's eligibility for public assistance. This accelerated benefit product is not intended to receive favorable tax treatment under 26 U.S.C. Sec. 101(g) of the Internal Revenue Code. The accelerated death benefit terminates at the same time as this life insurance policy.

### ACCELERATED BENEFITS RIDERS (ABR) VS. LONG-TERM CARE (LTC) INSURANCE

Accelerated benefits provided by the ABR riders are not long-term care insurance, and are not intended to be the same as, or an alternative to, long-term care insurance. ABR Riders are supplemental benefits that can be added to a life insurance policy and are not suitable unless you also have a need for life insurance. Receipt of benefits may reduce or eliminate the availability of other policy riders and benefits. Benefits available are calculated at time of claim based on the age of the policy and our expectation of your future mortality. The amount of accelerated benefit available will depend on your life policy's death benefit value when ABR benefits are claimed.

Long-term care (LTC) insurance is not life insurance, and as such, has no death benefit or cash value. LTC insurance benefits are specified at the time of the contract. LTC benefits are paid as a form of expense reimbursement for qualified long-term care expenses. By comparison, since ABR benefits can be used for any reason, they are paid once qualifications are met, and do not require you to provide receipt of specific expenses to qualify for the benefit. LTC premiums vary based on the level and length of benefit chosen by the policyholder. Premiums are paid on a recurring basis, and failure to pay premiums will generally lapse the policy. LTC insurance policies may offer non-forfeiture benefits for additional premium.

*Life Insurance Underwritten by:*

**AMERICAN-AMICABLE LIFE INSURANCE COMPANY OF TEXAS**

Each Insurer has sole financial responsibility for its own products.