

Level Term Life Insurance to Age 99 with Return of Policy Value

## **TERMSETTER ROP 20**

Policy Form CLI-149



Everything Insurance Should Be®

### **Designed for**

John Smith

### **Agent/Representative**

Jason Combs

Millennium Brokerage Group, LLC

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Brentwood, TN 37027

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**TERMSETTER ROP 20**

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John Smith  
Male Age 47 Preferred  
Riders: ABR

Initial Annual Premium: \$6,470.00  
Face Amount: \$1,000,000

**NARRATIVE SUMMARY****Basic Life Insurance Illustration**

<b>Policy Summary</b>	This summary provides a brief description of a life insurance policy and any riders. It also includes definitions of key terms and column headings. This summary is not intended as a substitute for a life insurance policy or any riders which may be issued with the policy. <i>In the event of any conflict, the provisions of the policy and the riders, and NOT this summary, shall control.</i>
<b>Term Life Insurance</b>	The Termsetter ROP 20 term life insurance policy you are considering provides, through increasing premium, a level death benefit until age 99. If you die prior to age 99 and the policy is still in force, the policy's death benefit will be paid to your beneficiary. If you live to age 99, the policy ceases to be in force and no benefit is paid.
<b>Conversion Privilege</b>	<p>While the policy is in force you may surrender it for a new policy on your life, provided:</p> <ol style="list-style-type: none"> <li>1. You request conversion, in writing;</li> <li>2. Your request is received on the earlier of age 70 or the end of the guaranteed term period; and</li> <li>3. You are not totally disabled as defined in any rider of the policy providing waiver of premium.</li> </ol> <p>Evidence of insurability will not be required under this conversion privilege.</p>
<b>Underwriting</b>	The contract premium for your coverage has been calculated assuming the policy is issued in the Preferred underwriting category. Actual contract premium for the insurance coverage will depend on the outcome of the underwriting process.
<b>Return of Policy Value</b>	<p>We will automatically pay you the policy at the end of the guaranteed term period provided:</p> <ol style="list-style-type: none"> <li>1. The policy is in force; and</li> <li>2. You are living.</li> </ol> <p>The policy value, if any, is also payable upon:</p> <ol style="list-style-type: none"> <li>1. Conversion of the policy as provided in the Conversion Privilege provision of the policy; or</li> <li>2. Receipt of your request in writing to terminate the policy.</li> </ol> <p>The policy value, if any, is not payable upon death. Upon payment of the policy value at end of the guaranteed term period, the policy will continue in force as long as the required premiums are paid.</p>
<b>Policy Loans</b>	<p>You may borrow against the policy at any time it is in force, provided:</p> <ol style="list-style-type: none"> <li>1. A request is made in writing; and</li> <li>2. The policy is assigned to us as sole security.</li> </ol> <p>You may repay loans as desired while the policy is in force. The maximum rate of loan interest is shown in the policy. We may charge a lower rate of interest.</p>

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**NARRATIVE SUMMARY****Reduced Paid-Up Term Life Insurance**

If you stop paying premiums while the policy has a policy value, you may choose to continue as Reduced Paid-Up Term Life Insurance.

Insurance under the policy would continue to age 99 as if you had continued paying premiums. The Death Benefit will be the amount the policy will provide as a net single premium at your attained age on the due date of the unpaid premium. The amount of reduced paid-up term life insurance after the guaranteed term period will be zero as there is no policy value after the guaranteed term period.

While the policy is in force as reduced paid-up term life insurance, you may surrender it for the remaining policy value. Payment of the policy value terminates the policy.

Any coverage provided by a rider made a part of the policy will end while the policy is kept in force as reduced paid-up term life insurance.

**Riders**

Illustrated values include the following additional benefits:

**ABR**

Accelerated Benefit Rider: This rider allows the policyowner to request a portion of the policy's face amount if the insured is diagnosed by a physician with a terminal illness that is reasonably expected to result in death within 24 months or has been confined continuously for 90 days in a nursing home and is reasonably expected to remain there for the duration of the insured's life. The maximum lifetime benefit available is the lesser of 50 percent of the death benefit or \$250,000.

**Additional Key Terms**

"Age" - represents your age at the end of the applicable policy year.

"Annualized Contract Premium" - is the total amount of premium paid to a policy in a given year.

"Policy Value"-means the cash value of the policy less indebtedness.

"Cash Value"-while not continued as reduced paid-up term insurance, is the Cash Value Premium multiplied by the Cash Value Percentages for that policy year.

"Cash Value Premium"-means the amount of premium you have paid on the base policy (excluding riders and substandard premiums) before the end of the Guaranteed Term period. It does not include any premium paid by us under a rider providing waiver of premium

"Death Benefit" - indicates the death benefit provided on the life of the insured at the end of the specified year.

"End of Year" - indicates the number of completed twelve month policy periods.

"Guaranteed Maximum" - is the maximum premium allowable.

"Mode" - identifies the interval that premiums are to be paid.

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**TABULAR DETAIL**

Attained Age	End of Year	GUARANTEED VALUES				
		Annualized Contract Premium	Death Benefit	Cash Value Percentages	Policy Value	Paid-Up Insurance
48	1	6,470	1,000,000	0.00%	0.00	0.00
49	2	6,470	1,000,000	0.00%	0.00	0.00
50	3	6,470	1,000,000	0.00%	0.00	0.00
51	4	6,470	1,000,000	19.20%	4,968.96	16,000.00
52	5	6,470	1,000,000	32.40%	10,481.40	32,000.00
53	6	6,470	1,000,000	41.70%	16,187.94	48,000.00
54	7	6,470	1,000,000	49.00%	22,192.10	64,000.00
55	8	6,470	1,000,000	54.90%	28,416.24	79,000.00
56	9	6,470	1,000,000	59.90%	34,879.77	94,000.00
57	10	6,470	1,000,000	64.40%	41,666.80	109,000.00
58	11	6,470	1,000,000	68.40%	48,680.28	124,000.00
59	12	6,470	1,000,000	72.20%	56,056.08	138,000.00
60	13	6,470	1,000,000	75.80%	63,755.38	152,000.00
61	14	6,470	1,000,000	79.30%	71,829.94	166,000.00
62	15	6,470	1,000,000	82.70%	80,260.35	180,000.00
63	16	6,470	1,000,000	86.00%	89,027.20	194,000.00
64	17	6,470	1,000,000	89.40%	98,331.06	208,000.00
65	18	6,470	1,000,000	92.90%	108,191.34	222,000.00
66	19	6,470	1,000,000	96.40%	118,504.52	237,000.00
67	20	6,470	1,000,000	100.00%	129,400.00	251,000.00
68	21	40,310	1,000,000	0.00%	0.00	0.00
69	22	44,540	1,000,000	0.00%	0.00	0.00
70	23	49,420	1,000,000	0.00%	0.00	0.00
71	24	55,230	1,000,000	0.00%	0.00	0.00
72	25	62,090	1,000,000	0.00%	0.00	0.00
73	26	70,190	1,000,000	0.00%	0.00	0.00
74	27	79,490	1,000,000	0.00%	0.00	0.00
75	28	90,020	1,000,000	0.00%	0.00	0.00
76	29	101,610	1,000,000	0.00%	0.00	0.00
77	30	114,360	1,000,000	0.00%	0.00	0.00

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**TABULAR DETAIL**

Attained Age	End of Year	GUARANTEED VALUES				
		Annualized Contract Premium	Death Benefit	Cash Value Percentages	Policy Value	Paid-Up Insurance
78	31	128,450	1,000,000	0.00%	0.00	0.00
79	32	144,260	1,000,000	0.00%	0.00	0.00
80	33	162,410	1,000,000	0.00%	0.00	0.00
81	34	183,480	1,000,000	0.00%	0.00	0.00
82	35	207,540	1,000,000	0.00%	0.00	0.00
83	36	235,080	1,000,000	0.00%	0.00	0.00
84	37	266,990	1,000,000	0.00%	0.00	0.00
85	38	304,070	1,000,000	0.00%	0.00	0.00
86	39	347,030	1,000,000	0.00%	0.00	0.00
87	40	396,540	1,000,000	0.00%	0.00	0.00
88	41	452,950	1,000,000	0.00%	0.00	0.00
89	42	515,400	1,000,000	0.00%	0.00	0.00
90	43	582,540	1,000,000	0.00%	0.00	0.00
91	44	635,920	1,000,000	0.00%	0.00	0.00
92	45	686,580	1,000,000	0.00%	0.00	0.00
93	46	733,220	1,000,000	0.00%	0.00	0.00
94	47	774,100	1,000,000	0.00%	0.00	0.00
95	48	806,570	1,000,000	0.00%	0.00	0.00
96	49	874,900	1,000,000	0.00%	0.00	0.00
97	50	906,830	1,000,000	0.00%	0.00	0.00
98	51	946,770	1,000,000	0.00%	0.00	0.00
99	52	978,000	1,000,000	0.00%	0.00	0.00

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**TABULAR DETAIL****RETURN OF PREMIUM ANALYSIS SUMMARY**

The purpose of the following calculation is to demonstrate the effective rate of return or the interest rate that you would have to earn in order to duplicate the benefits provided by the policy value, or Return of Premium feature offered in this level term life insurance policy.

Annualized premium including Return of Premium feature	\$6,470.00
Annualized premium for basic policy without Return of Premium feature	1,615.00
Difference in annualized premium for 20 years	<u>4,855.00</u>
Return of Premium in 20 years	\$129,400.00

When examining a policy value, or Return of Premium feature there are other issues you need to explore. For example:

1. If you die before the end of the level term period, your beneficiary will receive the Death Benefit. Policy values are not payable upon death.
2. If you cancel the policy before the end of the level term period, there may be a return of premium. Please see the policy value column of this illustration.
3. Part or all of the amount of your Return of Premium MAY be tax-free. If so, in order to replicate a tax-free result outside the Return of Premium policy you would need an "after-tax" rate of 2.66%. In order to achieve this, you would need an even higher "before-tax" rate of return. The amount of that return would be based upon your personal income tax rate and the type of outside investment selected.

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**TABULAR DETAIL INFORMATION****Life Insurance Cost Information**

	<b>Net Payment Cost Index</b>		<b>Surrender Cost Index</b>	
	<u>10 Year</u>	<u>20 Year</u>	<u>10 Year</u>	<u>20 Year</u>
Guaranteed Values	6.47	6.47	3.32	2.74

These indices are computed by the formulae as prescribed by the National Association of Insurance Commissioners, and reflect the time value of money at 5%. These indices do not include the cost of additional benefits.

**PREMIUM INFORMATION**

Premiums in this illustration are assumed to be paid on a(n) Annual basis.

First Year Premiums	Annual
Base Policy	\$6,470.00
Accelerated Benefit Rider	\$0.00

If you elect to pay premiums other than annually, the total amount of the premiums you pay each year will be greater than the annual premium because of: 1) the loss of interest the company would earn if the annual premium were paid in one lump sum at the start of the year; and 2) the additional cost of collecting the periodic premiums.

The following shows how each available premium mode will affect your premium.

<b><u>Premium Modes</u></b>	<b><u>Premium</u></b>	<b><u>Additional Cost from Annual</u></b>	<b><u>Mode Factor</u></b>
Annual	\$6,470.00	\$0.00	0.000
Semi-Annual	\$3,332.05	\$194.10	0.515
Quarterly	\$1,714.55	\$388.20	0.265
Monthly Direct	\$582.30	\$517.60	0.090
Bank Draft	\$569.36	\$362.32	0.088
Listbill Monthly	\$569.36	\$362.32	0.088

*Neither The Cincinnati Life Insurance Company nor its affiliates or representatives offer tax or legal advice. Consult with your tax adviser or attorney regarding your specific situation.*

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## Client Input Summary

Company: Cincinnati Life Insurance Company

August 31, 2022

Product: Termsetter ROP

### Insured

Insured Name	John Smith
Gender	Male
Age	47
Class	Preferred
State of Issue	Alabama

### Policy Options

Solve For	Premium
Face Amount	1 to 99 - 1,000,000
Term Duration	20
Premium Mode	Annual
Output Options	
Revised Illustration	N

### Riders

Accelerated Benefit Rider	Y
Waiver of Premium	N
Accidental Death Benefit	N
Children's Term Rider	N

### Reports

Internal Rate of Return	N
Term Comparison Report	N
Personal Lines Page	N

### Agent Info

Agent Name	Jason Combs
Agent Company	Millennium Brokerage Group, LLC
Agent Address1	100 Winners Circle N Ste 410
Agent City	Brentwood
Agent State	Tennessee
Agent Zip Code	37027
Agent Phone	615-777-8623
Agent Email	jcombs@mbgnow.com
Bank Sale	N