

**Supplemental Application for Life
Insurance Policy to Contain Terminal
Illness Accelerated Death Benefit Rider**

The United States Life Insurance Company in the City of New York

Supplemental Application for Life Application Dated _____

Name of Owner _____

Name of Primary Proposed Insured _____ DOB _____

Policy Number (if known) _____

1. **Receipt of accelerated death benefits may affect eligibility for public assistance programs and may be taxable.**
2. There is no premium charge for the rider.
3. The accelerated death benefit plus accrued interest on that amount will be treated as a lien against the policy's death benefit amount.
4. An administrative fee, not to exceed \$250, is subtracted from the amount to be paid under the rider.

I agree that this Application will be attached to and made a part of my application/policy for life insurance.

Signed at _____ Date _____

Primary Proposed Insured's Signature

X _____

Proposed Owner's Signature

X _____

Licensed Agent's Signature

X _____



**Preliminary Information Statement
Supplemental Information for the
Terminal Illness Accelerated
Death Benefit Rider
(for term policies)**

The United States Life Insurance Company in the City of New York

Accelerated benefit means the payment, during the Insured's lifetime, of a benefit under the Terminal Illness Accelerated Death Benefit Rider. The Terminal Illness Accelerated Death Benefit Rider provides that the Owner may elect an accelerated benefit if the Insured is diagnosed with and is certified as having a Terminal Illness, subject to the provisions of the rider. Terminal Illness means an illness or condition which a physician has diagnosed and reasonably expects to result in death within 12 months or less from the date of diagnosis.

The maximum Accelerated Benefit amount that may be requested is the lesser of A or B where:

- A equals the Face Amount multiplied by 50%; and
- B equals \$250,000.

The Accelerated Benefit amount payable is equal to:

1. The amount of the Accelerated Benefit requested; less
2. An administrative fee, not to exceed \$250.00.

There is no charge for the rider. The Accelerated Benefit plus accrued interest on the Accelerated Benefit will be treated as a lien against the policy's death benefit amount to be satisfied at the time of a death claim unless the policy was previously terminated.

IMPORTANT NOTICES:

Receipt of a benefit under a Terminal Illness Accelerated Death Benefit Rider will reduce any death benefit that may become payable under the policy to which the rider is attached.

Receipt of accelerated death benefits may affect eligibility for public assistance programs such as medical assistance (Medicaid), Aid to Families with Dependent Children and Supplemental Security Income. Receipt of accelerated death benefits in periodic payments may be treated differently than receipt in a lump sum. Prior to applying for accelerated death benefits, policyowners should consult with the appropriate social services agency concerning how receipt will affect the eligibility of the recipient and/or the recipient's spouse or dependents.

Receipt of accelerated death benefits may be taxable. Prior to applying for such benefits, policyowners should seek assistance from a qualified tax advisor.

Generic Illustration

The following is a generic illustration demonstrating the manner in which the rider operates. The hypothetical example shown assumes that the policy is issued with a life insurance benefit of \$100,000 on a male, age 45, Standard Non-tobacco and that an accelerated benefit is paid at age 55. The example assumes that the administrative charge is \$250.00.

Contract Values Immediately Before Payment of Accelerated Benefit	
Face Amount	\$100,000.00
Death Benefit Proceeds	\$100,000.00
Annual Premium	\$1,000.00

Maximum Accelerated Benefit Amount = Lesser of \$250,000 or 50% of Face Amount
= \$50,000.00

Calculation of Accelerated Benefit Paid Assuming You Request to Receive \$25,000.00	
(A) Accelerated Benefit Amount requested	\$25,000.00
(B) Administrative Fee	\$250.00
Accelerated Benefit Amount paid is equal to: (A) minus (B)	\$24,750.00

Contract Values Immediately After Payment of Accelerated Benefit	
Lien*	\$27,000.00
Face Amount	\$100,000.00
Death Benefit Proceeds**	\$73,000.00
Annual Premium	\$1,000.00

* After payment of the Accelerated Benefit, interest will accrue daily on paid out benefits at an annual effective interest rate. Interest on the lien will be payable in advance on each policy anniversary. The lien amount shown in the example includes the initial lien amount of \$25,000.00 and interest to the end of the current policy year. The interest rate assumed in the hypothetical calculation above is 8.0%. This rate is not guaranteed. The actual interest used to calculate accrued lien interest will not be known until an Accelerated Benefit is paid and may be higher or lower than the rate assumed in this example.

** The death benefit proceeds payable will be reduced by the amount of the Accelerated Benefit plus accrued interest on the Accelerated Benefit.