

APPENDIX C

WHOLE LIFE INSURANCE POLICY WITH RIDERS

INSURED – JOHN DOE
POLICY NUMBER – 36 000 000
POLICY DATE – AUGUST 8, 1999

ABC Life Insurance Company

123 Main Street, Anytown, USA

ABC Life Insurance Company will pay the benefits of this policy in accordance with its provisions. The pages which follow are also a part of this policy.

This policy is executed as of the date of issue shown on the Policy Data page.

10 Day Right To Examine Policy. Please examine your policy. Within 10 days after delivery, you can return it to ABC Life Insurance Company or to the agent through whom it was purchased, with a written request for a full refund of premium. Upon such request, the policy will be void from the start, and a full premium refund will be made.

John Johnson
President

Mary Smith
Secretary

Premiums. The premiums for this policy are shown in the Premium Schedule on the Policy Data page. They are payable in accordance with the Premiums section.

Whole Life Policy.

Life Insurance Proceeds Payable at Insured's Death.

Premiums Payable During Insured's Lifetime, December 1, 2002
as shown on the Policy Data page.

Policy is Eligible for Dividends.



SAMPLE

INSURED — JOHN DOE	AGE 37	MALE
POLICY NUMBER — 36000000	CLASS OF RISK - STANDARD (NON-SMOKER DISCOUNT)	
POLICY DATE — AUGUST 8, 1999	DATE OF ISSUE AUGUST 15, 1999	
OWNER — INSURED		
PLAN	WHOLE LIFE WITH OPTION TO PURCHASE PAID-UP ADDITIONS (OPP) AND ACCIDENTAL DEATH BENEFIT (ADB) AND DISABILITY WAIVER OF PREMIUM (WP) AND POLICY PURCHASE OPTION (PPO) - OPTION AMOUNT IS \$50,000.00 AND ACCELERATION OF DEATH BENEFITS	
AMOUNT	FACE AMOUNT	\$100,000.00
	ACCIDENTAL DEATH BENEFIT (ADB, WHEN PAYABLE, IS IN ADDITION TO ANY OTHER INSURANCE BENEFIT)	\$100,000.00
BENEFICIARY (subject to change) FIRST - ESTATE OF THE INSURED		
PREMIUM SCHEDULE PREMIUMS PAYABLE AT MONTHLY INTERVALS, AS FOLLOWS (SEE ENDORSEMENT HEREON) (Premium includes the following amounts for any supplementary benefits)		
BEGINNING AS OF	TOTAL	
MO. DAY YR.	PREMIUM	
8- 8- 1999	\$144.00	
8- 8- 2008	\$134.00	
8- 8- 2027	\$130.00	
8- 8- 2032	\$123.00	PAYABLE FOR REMAINDER OF INSURED'S LIFE.**
	ADB	WP PPO
8- 8- 1999	\$7.00	\$5.50 \$8.50
8- 8- 2008	\$7.00	\$4.00
8- 8- 2027	\$7.00	
8- 8- 2032		

PREMIUM PAYING PERIOD MAY BE SHORTENED BY USING DIVIDEND VALUES TO MAKE POLICY FULLY PAID-UP.

THE EXPENSE CHARGE APPLIED TO ALL PAYMENTS MADE UNDER THE OPTION TO PURCHASE PAID-UP ADDITIONS (OPP) RIDER WILL NOT EXCEED 3%.

THE INTEREST RATES, REFERRED TO IN THE BASIS OF COMPUTATION SECTION, ARE AS FOLLOWS:

- A) 6.25% PER YEAR FOR THE CALCULATION OF CASH VALUES, EXTENDED INSURANCE AND PAID-UP INSURANCE FOR THE FIRST 20 POLICY YEARS.
- B) 5% PER YEAR FOR THE COMPUTATION OF ALL OTHER VALUES.

DIVIDENDS ARE NOT GUARANTEED. WE HAVE THE RIGHT TO CHANGE THE AMOUNT OF DIVIDENDS TO BE CREDITED TO THE POLICY WHICH MAY RESULT IN LOWER DIVIDEND VALUES, OR, IF APPLICABLE, MORE PREMIUMS TO BE PAID, THAN WERE ILLUSTRATED.

TABLE OF GUARANTEED VALUES*

Alternatives to Cash Value

End of Policy Year	Cash Value	Paid-Up Insurance or Extended Insurance			End of Policy Year
		Years	Days		
1	*****	***	**	***	1
2	*****	***	**	***	2
3	\$400.00	\$2,400	1	18	3
4	1,400.00	7,900	3	114	4
5	2,400.00	12,900	5	62	5
6	3,500.00	17,900	6	328	6
7	4,500.00	22,000	8	55	7
8	5,600.00	26,200	9	109	8
9	6,800.00	30,400	10	121	9
10	8,000.00	34,300	11	50	10
11	9,300.00	38,100	11	321	11
12	11,000.00	43,200	12	325	12
13	12,900.00	48,500	13	323	13
14	14,800.00	53,300	14	239	14
15	16,700.00	57,700	15	91	15
16	18,700.00	61,900	15	287	16
17	20,700.00	65,800	16	73	17
18	22,700.00	69,300	16	187	18
19	24,800.00	72,800	16	291	19
20	26,900.00	75,900	16	358	20
AGE 60	32,300.00	69,400	14	319	AGE 60
AGE 65	41,700.00	77,300	13	198	AGE 65

*This table assumes premiums have been paid to the end of the policy year shown. These values do not include any dividend accumulations, paid-up additions, or policy loans.

POLICY DATA

ABC LIFE INSURANCE COMPANY

WE & YOU

In this policy, the words “we,” “our” or “us” refer to ABC Life Insurance Company, and the words “you” or “your” refer to the owner of this policy.

When you write to us, please include the policy number, the Insured’s full name, and your current address.

CONTENTS

POLICY DATA PAGES	Policy Identification and Specifications; Table of Guaranteed Values / 2–3
LIFE INSURANCE PROCEEDS	Life Insurance Proceeds / 5
POLICY OWNERSHIP	Owner; Successor Owner; Change of Ownership / 5
BENEFICIARY	Naming of Beneficiary; Change of Beneficiary; Death of Beneficiary / 5
PREMIUMS	Payment of Premiums; Grace Period; Nonpayment of Premium; Options Upon Lapse; Reinstatement; Premium Adjustment at Death / 6–7
CASH VALUE AND LOANS	Cash Value; Loan Value; Loan Interest; Loan Interest Rate; Automatic Premium Loan (APL); Loan Repayment; When Unpaid Loan Exceeds Loan Value / 7–8
DIVIDENDS	Annual Dividend; Dividend Options; Automatic Dividend Option; Dividend Values; Fully Paid-up Policy; Dividend at Death / 9
PAYMENT OF POLICY PROCEEDS	Payment; Election of Optional Method of Payment; Change of Option; Payees; Minimum Payment; Options IA and IB. Proceeds at Interest; Options 2A and 2B. Elected Income; Options 3A, 3B and 3C. Life Income / 9–11
GENERAL PROVISIONS	Entire Contract; Application; Incontestability; Suicide Exclusion; Dates; Age and Sex; Policy Changes; Assignment; Protection Against Creditors; Payments to Company; Basis of Computation; Conformity with Law; Voting Rights / 12
APPLICATION	Attached to the Policy.
RIDERS OR ENDORSEMENTS (IF ANY)	Attached to the Policy.

Note: This policy is a legal contract between the policyowner and the Company.

READ YOUR POLICY CAREFULLY FOR FULL DETAILS.

LIFE INSURANCE PROCEEDS

Life Insurance Proceeds We will pay the life insurance proceeds to the beneficiary promptly when we have proof that the Insured died, if premiums have been paid as called for in the Premiums section. These proceeds will include the face amount and

any other benefits from riders or dividends which are payable because of the Insured's death, all as stated in the policy. When we determine these proceeds, there may be an adjustment for the last premium. We will deduct any unpaid loan.

POLICY OWNERSHIP

Owner In this policy, the words "you" and "your" refer to the owner of this policy. As the owner, you have all rights of ownership in this policy while the Insured is living. To exercise these rights, you do not need the consent of any successor owner or beneficiary.

Successor Owner A successor owner can be named in the application, or in a notice you sign which gives us the facts that we need. The successor owner will become the new owner when you die, if you die before the Insured. If no successor owner survives you and you die before the Insured, your estate becomes the new owner.

Change of Ownership You can change the owner

of this policy, from yourself to a new owner, in a notice you sign which gives us the facts that we need. When this change takes effect, all rights of ownership in this policy will pass to the new owner.

When we record a change of owner or successor owner, these changes will take effect as of the date you signed the notice, subject to any payment we made or action we took before recording these changes. We may require that these changes be endorsed in the policy. Changing the owner or naming a new successor owner cancels any prior choice of successor owner, but does not change the beneficiary.

BENEFICIARY

Naming of Beneficiary One or more beneficiaries for any life insurance proceeds can be named in the application, or in a notice you sign which gives us the facts that we need. If more than one beneficiary is named, they can be classed as first, second, and so on. If 2 or more are named in a class, their shares in the proceeds can be stated.

The stated shares of the proceeds will be paid to any first beneficiaries who survive the Insured. If no first beneficiaries survive, payment will be made to any beneficiary surviving in the second class, and so on. Beneficiaries who survive in the same class have an equal share in the proceeds, unless the shares are stated otherwise.

Change of Beneficiary While the Insured is living, you can change a beneficiary in a notice you sign

which gives us the facts that we need. When we record a change, it will take effect as of the date you signed the notice, subject to any payment we made or action we took before recording the change.

Death of Beneficiary If no beneficiary for the life insurance proceeds, or for a stated share, survives the Insured, the right to these proceeds or this share will pass to you. If you are the Insured, this right will pass to your estate. Unless stated otherwise in the policy or in your signed notice which is in effect at the Insured's death, if any beneficiary dies at the same time as the Insured, or within 15 days after the Insured but before we receive proof of the Insured's death, we will pay the proceeds as though that beneficiary died first.

PREMIUMS

Payment of Premiums Each premium is payable, while the Insured is living, on or before its due date as shown in the Premium Schedule on the Policy Data page. Premiums are payable at our Home Office or at one of our service offices.

The premium for this policy can be paid at intervals of 3 months or 6 months, or once each year. The method we use to determine the premium rate for each of these intervals is the method that was in effect as of the policy date shown on the Policy Data page. The interval can be changed by paying the correct premium for the new interval. Premiums can be paid by any other method we make available.

Grace Period We allow 31 days from the due date for payment of a premium. All insurance coverage continues during this grace period.

Nonpayment of Premium If a premium is not paid by the end of the grace period, this policy will lapse. All insurance will end at the time of lapse, if the policy has no cash value and no dividend values. If the policy has cash value or dividend values, insurance can be continued only as stated in Options 1 or 2 of the Options Upon Lapse provision, but any insurance or benefits from riders or dividends will end at the time of lapse.

Options Upon Lapse If the policy has cash value or dividend values at the time of lapse, it will continue as extended insurance, if available. It may happen that the amount of extended insurance would be less than or equal to the amount of paid-up insurance available, or the Table of Guaranteed Values on the Policy Data page shows that extended insurance is not available. In these cases, the policy will continue under the paid-up insurance option instead.

Instead of extended insurance, paid-up insurance can be elected or you can surrender the policy for cash. The paid-up insurance option can be elected in the application or in your signed notice. We must receive this notice no later than 3 months after the due date of the overdue premium.

1. Extended Insurance Extended insurance is level term insurance for which no more premiums are due. It is payable to the beneficiary when we

have proof that the Insured died after the end of the grace period and before the end of the term period. The amount of extended insurance will equal the face amount of this policy, plus the amount of any paid-up additions and dividend accumulations, less any unpaid loan. No insurance or benefits from riders or dividends will be provided after the end of the grace period.

We calculate the term period as of the due date of the overdue premium. We do this by applying the sum of the cash value and dividend values, less any unpaid loan, at the net single premium rate for term insurance for the Insured's age on that date. The term period is measured from that due date.

This insurance can be surrendered at any time for its cash value, but it has no loan value and is not eligible for dividends. All insurance will end when you send us your signed request for the cash value proceeds.

2. Paid-up Insurance Paid-up life insurance begins as of the date we record your notice electing it, or begins at the end of the grace period if later. No more premiums are due for this insurance. It is payable to the beneficiary when we have proof that the Insured died while this paid-up insurance option was in effect.

We calculate the amount of paid-up insurance as of the due date of the overdue premium. We do this by applying the sum of the cash value and dividend values, less any unpaid loan, at the net single premium rate for the Insured's age on that date. In most cases, this amount will be less than the face amount of this policy. No insurance or benefits from riders will be provided after this paid-up insurance option goes into effect.

This insurance can be surrendered at any time. It has cash value and loan value, and is eligible for dividends. All insurance will end when you send us your signed request for the cash value proceeds.

3. Surrender for Cash Instead of extended insurance or paid-up insurance, you can surrender this policy for its cash value and dividend values, less any unpaid loan, as stated in the Cash Value provision. All insurance will end when you send us your signed request for the cash value proceeds.

PREMIUMS (continued)

Reinstatement Within 5 years after lapse, you may apply to reinstate the policy if you have not surrendered it. We must have evidence of insurability that is acceptable to us. All overdue premiums must be paid, with interest at 6% per year from each of their due dates, unless we declare a policy loan interest rate of less than 6%. In that case, the interest rate for all overdue premiums at the time of reinstatement will be the same as the policy loan interest rate, but not more than 6%. Any unpaid loan, and any loan deducted when we determined the extended or paid-up insurance, must also be repaid. Interest on the loan will be compounded once each year and will be based on the loan interest rate or rates that were in effect since the time of lapse.

All or part of these payments can be charged as a new unpaid loan if there is enough loan value.

We do not need evidence of insurability if we receive the required payment within 31 days after the end of the grace period, but the Insured must be living when we receive it.

Premium Adjustment at Death We will increase the life insurance proceeds by any part of a premium paid for the period after the policy month in which the Insured dies.

If the Insured dies during a grace period, we will reduce the proceeds by an amount equal to the premium for one policy month.

CASH VALUE AND LOANS

Cash Value Cash values for this policy at the end of selected policy years are as shown in the Table of Guaranteed Values on the Policy Data page, if premiums have been paid as called for in the Premiums section. These values do not include dividend values, and they do not reflect any unpaid loan. Cash values at other times depend on the date to which premiums have been paid, and on how much time has passed since the last policy anniversary. When you ask us, we will tell you how much cash value there is.

The cash value on the due date of an unpaid premium will not decrease during the 3 months after that date. Also, the cash value of any extended or paid-up insurance on a policy anniversary will not decrease during the next 31 days after that anniversary.

At any time after the policy has cash value or dividend values, you can surrender it for the sum of these values, less any unpaid loan. All insurance will end when you send us your signed request for these surrender proceeds.

We may defer paying these proceeds for up to 6 months after the date of surrender. Interest will be paid from the date of surrender on any payment deferred more than 10 days. We set the interest rate each year. This rate will be at least 3.5% per year or the rate required by law.

Loan Value You can borrow any amount up to the loan value, using this policy as sole security.

On a policy anniversary, on a premium due date, or during the grace period, the loan value is the cash value, plus any dividend values, less any unpaid loan and accrued interest. At any other time, the loan value is the amount which, with interest, will equal the loan value on the next anniversary or on the next premium due date, if earlier. Extended insurance has no loan value.

We may require that you sign a loan agreement. We may defer a loan, except to pay a premium due us for this policy, for as long as 6 months after we receive your loan request. Interest will be paid on any amount deferred if that amount is not mailed within 10 days after we receive the necessary information to complete the loan transaction. We will set the interest rate to be at least 3.5% per year or the rate required by law.

Loan Interest Loan interest accrues each day. Interest is due on each anniversary, or on the date of death, surrender, a lapse, a loan increase or loan repayment, or on any other date we specify. Interest not paid when due becomes part of the loan and will also bear interest.

Loan Interest Rate The loan interest rate for this policy may go up or down as described in this provision. However, the rate at any given time will apply to the entire amount of an unpaid loan. We will review this rate once every 3 months and, if necessary, adjust it.

CASH VALUE AND LOANS (continued)

The loan interest rate will not be more than the Monthly Average Corporates yield shown in Moody's Corporate Bond Yield Averages published by Moody's Investors Services, Inc., or any successor to that service (the published monthly average), for the second calendar month prior to the date when we set an interest rate for this policy. If the rate, at this time, as determined by the published monthly average, is 0.5% or more above the current loan interest rate, we have the right to increase the loan interest rate to reflect this. However if the rate, at this time, as determined by the published monthly average, is 0.5% or more below the current loan interest rate, we will reduce the loan interest rate to reflect this. The loan interest rate will never be less than the interest rate shown on the Policy Data page plus 1%.

We will tell you the interest rate in effect when a loan, including an Automatic Premium Loan (APL), is made and when we send you notice of loan interest due. If a loan is outstanding 40 days or more before the effective date of an increase in the interest rate, we will notify you of that increase at least 30 days prior to its effective date. We will notify you of any increase in the interest rate when a loan is made during the 40 days before the effective date of the increase.

It may happen that the published monthly average ceases to be published. In this case, we will use a new basis approved by the insurance supervisory official of the state or district in which the policy is delivered.

Automatic Premium Loan (APL) If elected, APL provides an automatic loan which pays an overdue premium at the end of the grace period, subject to 2 conditions. First, the loan value must be enough to pay that premium.

Second, if premiums have been paid by APL for 2 years in a row, the next premium will not be paid by APL. After a premium is paid other than by APL, before the end of the grace period, premiums can again be paid by APL.

APL can be elected in the application. You can also elect APL in your signed notice which we must receive before the end of the grace period. You can cancel this election for future premiums by telling us in your signed notice.

Loan Repayment All or part of an unpaid loan and accrued interest can be repaid before the Insured's death or before you surrender the policy. We will deduct any unpaid loan when policy proceeds are payable.

If the policy is being continued as extended or paid-up insurance, any loan which we deducted in determining that insurance may be repaid only if the policy is reinstated. If that loan is not repaid, we will not deduct it again when policy proceeds are payable.

When Unpaid Loan Exceeds Loan Value In a given policy year it may happen that an unpaid loan and accrued interest will exceed the sum of the cash value and any dividend values. In this case, we will mail a notice to you at your last known address, and a copy to any assignee on our records. All insurance will end 31 days after the date on which we mail that notice, if the excess of the unpaid loan and accrued interest over the sum of the cash value and any dividend values is not paid within that 31 days.

We will not terminate this policy in a given policy year as the sole result of a change in the loan interest rate during that policy year.

DIVIDENDS

Annual Dividend While this policy is in force, except as extended insurance, it is eligible to share in our divisible surplus. Each year we determine the policy's share, if any. This share is payable as a dividend on the policy anniversary, if all premiums due before then have been paid. We do not expect a dividend to be payable before the second anniversary.

Dividend Options Each dividend can be applied under one of the 4 options listed below. An option can be elected in the application. You can also elect or change the option for future dividends if you tell us in your signed notice.

1. Paid-up Addition Applied to provide paid-up life insurance at the net single premium rate for the Insured's age at that time. No more premiums are due for this insurance. It has cash value and is eligible for dividends. Before the Insured's death, you can surrender paid-up additions for their cash value that has not been borrowed against. The amount of this insurance in force at the Insured's death will be part of the life insurance proceeds.

2. Dividend Accumulation Left with us to accumulate at interest. On each policy anniversary, we credit interest at the rate we set each year. This rate will be at least 3.5% per year. Before the Insured's death, you can withdraw accumulations that have not been borrowed against, with interest to the date of withdrawal. Any accumulations which we still have at the Insured's death will be part of the life insurance proceeds.

3. Premium Payment Applied toward payment of a premium, provided any balance of that premium is also paid when due. Any part of the dividend not needed to pay the premium will be used to pay any loan interest due, unless you have asked to have that part paid in cash. Any part of the dividend not used to pay a premium or loan interest will be paid in cash.

4. Cash Paid in cash.

Automatic Dividend Option If no other option is in effect when a dividend becomes payable, we will apply it as a paid-up addition. If we pay a dividend in cash, and the dividend check is not cashed within one year after that dividend became payable, we will apply the dividend as a paid-up addition instead.

Dividend Values Dividend values are any dividend accumulations plus the cash value of any paid-up additions.

Fully Paid-up Policy You may shorten the premium paying period for this policy by having it made fully paid-up with no more premiums due. This may be done on any premium due date, if the sum of the cash value and dividend values equals the total single premium for the policy and any riders, based on the Insured's age on that date. We must receive your signed notice within 31 days of that date.

Dividend at Death The part of any annual dividend earned from the last policy anniversary to the end of the policy month in which the Insured dies will be part of the life insurance proceeds.

PAYMENT OF POLICY PROCEEDS

Payment We will pay the life insurance proceeds in one sum or, if elected, all or part of these proceeds may be placed under one or more of the options described in this section. If we agree, the proceeds may be placed under some other method of payment instead.

Any life insurance proceeds paid in one sum will bear interest compounded each year from the Insured's death to the date of payment. We set the interest rate each year. This rate will be at least 3.5% per year, and will not be less than required by law.

Election of Optional Method of Payment While the Insured is living, you can elect or change an option. You can also name or change one or more beneficiaries for the life insurance proceeds who will be the payee or payees under that option.

After the Insured dies, any person who is to receive proceeds in one sum (other than an assignee) can elect an option and name payees. The person who elects an option can also name one or more successor payees to receive any unpaid amount we have at the death of a payee. Naming these payees cancels any prior choice of successor payee.

PAYMENT OF POLICY PROCEEDS (continued)

A payee who did not elect the option does not have the right to advance or assign payments, take the payments in one sum, or make any other change. However, the payee may be given the right to do one or more of these things if the person who elects the option tells us in writing and we agree.

Change of Option If we agree, a payee who elects Option 1A, 1B, 2A or 2B may later elect to have any unpaid amount we still have, or the present value of any elected payments, placed under some other option described in this section.

Payees Only individuals who are to receive payments in their own behalf may be named as payees or successor payees, unless we agree to some other payee. We may require proof of the age or the survival of a payee.

It may happen that when the last surviving payee dies, we still have an unpaid amount, or there are some payments which remain to be made. If so, we will pay the unpaid amount with interest to the date of payment, or pay the present value of the remaining payments, to that payee’s estate in one sum. The present value of any remaining payments is based on the interest rate used to compute them, and is always less than their sum.

Minimum Payment When any payment under an option would be less than \$20, we may pay any unpaid amount or present value in one sum.

Options 1 A and 1 B. Proceeds at Interest

The policy proceeds may be left with us at interest. We set the interest rate each year. This rate will be at least 3.5% per year.

1A. Interest Accumulation

We credit interest each year on the amount we still have. This amount can be withdrawn at any time in sums of \$100 or more. We pay interest to the date of withdrawal on sums withdrawn.

1B. Interest Payment

We pay interest once each month, every 3 months or every 6 months, or once each year, as chosen, based on the amount we still have.

Options 2A and 2B. Elected Income

We make equal payments once each month, every 3 months or every 6 months, or once each year, as chosen, for an elected period of years or for an elected amount. We set the interest rate for these options each year. This rate will be at least 3.5% per year. If the rate is more than 3.5%, we will increase each payment to reflect this.

2A. Income for Elected Period

We make the payments for the number of years elected. Monthly payments based on 3.5% interest are shown in the Option 2A Table.

OPTION 2A TABLE
Minimum Monthly Payment per \$1,000 of Proceeds

Years	Years	Years	Years
1 <u>\$84.65</u>	5 <u>\$18.12</u>	9 <u>\$10.75</u>	15 <u>\$7.10</u>
2 <u>43.05</u>	6 <u>15.35</u>	10 <u>9.83</u>	20 <u>5.75</u>
3 <u>29.19</u>	7 <u>13.38</u>	11 <u>9.09</u>	25 <u>4.96</u>
4 <u>22.27</u>	8 <u>11.90</u>	12 <u>8.46</u>	30 <u>4.45</u>

When asked, we will state in writing what each payment would be, if made every 3 months or every 6 months, or once each year.

2B. Income of Elected Amount

We make payments of the elected amount until all proceeds and interest have been paid. The total payments made each year must be at least 5% of the proceeds placed under this option. Each year we credit interest of at least 3.5% on the amount we still have.

Options 3A, 3B, and 3C. Life Income

We make equal payments each month during the lifetime of the named payee or payees. We determine the amount of the monthly payment by applying the policy proceeds to purchase a corresponding single premium life annuity policy which is being issued when the first payment is due. Payments are based on the appropriately adjusted annuity premium rate in effect at that time, but will not be less than the corresponding minimum amount based on the tables for Options 3A, 3B, and 3C in this policy. The minimum amounts are based on the “1983 Table a” mortality table with projection, and with interest compounded each year at 4%.

PAYMENT OF POLICY PROCEEDS (continued)

When asked, we will state in writing what the minimum amount of each monthly payment would be under these options. It is based on the sex and the adjusted age of the payee or payees in the year the first payment is due. To find the adjusted age, we increase or decrease the payee's age at that time, as follows:

1987-91	1992-98	1999-2006	2007-2013	2014-20	2021-28	2029+
+3	+2	+1	0	-1	-2	-3

3A. Life Income-Guaranteed Period

We make a payment each month during the lifetime of the payee. Payments do not change, and are guaranteed for 5, 10, 15, or 20 years, as chosen, even if that payee dies sooner.

OPTION 3A TABLE

Minimum Monthly Payment per \$1,000 of Proceeds

Payee's Adjusted Age	MALE				FEMALE			
	5 Yrs	10 Yrs	15 Yrs	20 Yrs	5 Yrs	10 Yrs	15 Yrs	20 Yrs
60	\$5.14	\$5.08	\$4.98	\$4.84	\$4.68	\$4.85	\$4.61	\$4.54
61	5.25	5.18	5.07	4.91	4.76	4.73	4.68	4.63
62	5.36	5.28	5.15	4.97	4.84	4.81	4.75	4.67
63	5.48	5.39	5.24	5.04	4.93	4.89	4.83	4.73
64	5.61	5.50	5.33	5.10	5.03	4.99	4.91	4.80
65	5.75	5.62	5.42	5.17	5.13	5.08	5.00	4.87
66	5.89	5.75	5.52	5.23	5.25	5.19	5.09	4.94
67	6.05	5.88	5.62	5.30	5.36	5.30	5.18	5.01
68	6.21	6.02	5.72	5.36	5.49	5.41	5.28	5.08
69	6.39	6.16	5.82	5.42	5.63	5.54	5.38	5.16
70	6.57	6.31	5.92	5.48	5.78	5.67	5.48	5.23
71	6.77	6.46	6.02	5.54	5.94	5.81	5.59	5.30
72	6.97	6.62	6.13	5.60	6.11	5.95	5.70	5.37
73	7.19	6.78	6.23	5.65	6.29	6.11	5.81	5.44
74	7.42	6.95	6.33	5.69	6.49	6.27	5.93	5.50
75	7.66	7.12	6.42	5.74	6.70	6.44	6.04	5.58
76	7.91	7.29	6.52	5.78	6.92	6.61	6.15	5.62
77	8.18	7.46	6.60	5.81	7.16	6.80	6.27	5.67
78	8.47	7.84	6.69	5.84	7.42	6.98	6.37	5.72
79	8.77	7.82	6.77	5.87	7.69	7.18	6.48	5.76
80	9.08	8.00	6.84	5.90	7.98	7.37	6.58	5.80
81	9.41	8.17	6.91	5.92	8.29	7.57	6.67	5.84
82	9.74	8.34	6.97	5.94	8.62	7.77	6.75	5.87
83	10.10	8.51	7.03	5.95	8.96	7.97	6.83	5.89
84	10.46	8.67	7.08	5.96	9.33	8.16	6.91	5.92
85 & over	10.84	8.82	7.13	5.97	9.71	8.34	6.97	5.94

3B. Life Income-Guaranteed Total Amount

We make a payment each month during the lifetime of the payee. Payments do not change, and are guaranteed until the total amount paid equals the amount placed under this option, even if that payee dies sooner.

OPTION 3B TABLE

Minimum Monthly Payment per \$1,000 of Proceeds

Payee's Adjusted Age	Male		Female	
	Age	Male	Age	Female
60	\$4.93	\$4.57	73	\$6.47 \$5.87
61	5.02	4.64	74	6.84 6.01
62	5.11	4.71	75	6.81 6.17
63	5.20	4.79	76	7.00 6.34
64	5.30	4.87	77	7.19 6.51
65	5.40	4.96	78	7.40 6.70
66	5.52	5.05	79	7.62 6.90
67	5.63	5.14	80	7.85 7.11
68	5.75	5.25	81	8.09 7.33
69	5.88	5.36	82	8.35 7.57
70	6.02	5.47	83	8.61 7.81
71	6.16	5.60	84	8.89 8.07
72	6.31	5.73	85&over	9.19 8.35

3C. Life Income-Joint and Survivor

We make a payment each month while both or one of the two payees are living. Payments do not change, and are guaranteed for 10 years, even if both payees die sooner.

OPTION 3C TABLE

10 YEAR GUARANTEED PERIOD

Minimum Monthly Payment per \$1,000 of Proceeds

Male Payee's Adjusted Age	Female Payee's Adjusted Age				
	60	65	70	75	80
60	\$4.32	\$4.50	\$4.67	\$4.82	\$4.93
65	4.42	4.66	4.91	5.15	5.34
70	4.81	4.81	5.14	5.49	5.80
75	4.57	4.92	5.34	5.81	6.27
80	4.61	4.99	5.49	6.07	6.69

GENERAL PROVISIONS

Entire Contract The entire contract consists of this policy, any attached riders or endorsements and the attached copy of the application. Only our Chairman, President, Secretary, or one of our Vice Presidents can change the contract, and then only in writing. No change will be made in the contract without your consent. No agent is authorized to change this contract.

Application In issuing this policy, we have relied on the statements made in the application. All such statements are deemed to be representations and not warranties. We assume these statements are true and complete to the best of the knowledge and belief of those who made them.

No statement made in connection with the application will be used by us to void the policy or to deny a claim unless that statement is a material misrepresentation and is part of the application.

Incontestability We will not contest this policy after it has been in force during the lifetime of the Insured for 2 years from the date of issue.

Please refer to the Incontestability of Rider provision that may be in any rider or riders attached to this policy.

Suicide Exclusion Suicide of the Insured within one year of the date of issue, is not covered by this policy. In that event, this policy will end and the only amount payable will be the premiums paid to us, less any unpaid loan. **(SEE ENDORSEMENT HEREON)**

Dates Policy years, months, and anniversaries are measured from the policy date.

Age and Sex In this policy when we refer to a person's age on any date, we mean his or her age on the birthday which is nearest that date. If a date on the Policy Data page is based on an age that is not correct, we may change the date to reflect the correct age.

If the age or sex of an insured person is not correct as stated, any amount payable under this policy will be what the premiums paid would have purchased at the correct age and sex.

Policy Changes If we agree, you may have riders added to this policy, or have it changed to another plan or to a smaller amount of insurance.

Assignment While the Insured is living, you can assign this policy or any interest in it. If you do this, your interest, and anyone else's is subject to that of

the assignee. As owner, you still have the rights of ownership that have not been assigned.

An assignee may not change the owner or the beneficiary, and may not elect or change an optional method of payment of proceeds. Any policy proceeds payable to the assignee will be paid in one sum.

We must have a copy of any assignment. We will not be responsible for the validity of an assignment. It will be subject to any payment we make or other action we take before we record it.

Protection Against Creditors Except as stated in the Assignment provision, payments we make under this policy are, to the extent the law permits, exempt from the claims, attachments, or levies of any creditors.

Payments to Company Any payment made to us by check or money order must be payable to ABC Life Insurance Company. When asked, we will give a counter-signed receipt, signed by our President or Secretary, for any premium paid to us.

Basis of Computation All cash values and net single premium rates referred to in this policy are based on the 1980 CSO Tables of Mortality. All extended insurance rates and cash values are based on the corresponding 1980 CET Insurance Tables. The interest rate is shown on the Policy Data page. Continuous functions are used.

At the end of each policy year not shown in the Table on the Policy Data page, the cash value is the reserve based on the Commissioner's Reserve Valuation Method. At any time, the cash value of any extended or paid-up insurance or paid-up additions is the reserve on each of these.

We have filed a statement with the insurance official in the state or district in which this policy is delivered. It describes, in detail, the method we used to compute these cash values. Each value is at least as much as the law requires.

Conformity with Law This policy is subject to all laws which apply.

Voting Rights Each year there is an election of persons to our Board of Directors. You have the right to vote in person or by mail if your policy is in force, and has been in force for at least one year after the date of issue. To find out more about this, write to the Secretary at our Home Office, 100 Ordinary Avenue, New York, New York 00000.

RIDER

ACCIDENTAL DEATH BENEFIT (ADB)

Benefit We will pay this benefit to the beneficiary when we have proof that the Insured’s death was caused directly, and apart from any other cause, by accidental bodily injury, and that death occurred within one year after that injury and while this rider was in effect.

When Benefit Not Payable We will not pay this benefit if death is caused or is contributed to by any of these items.

1. Disease or infirmity of mind or body.
2. Suicide.
3. Travel in or descent from an aircraft, if the Insured at any time during the aircraft’s flight acted in any role other than as a passenger.
4. Any kind of war, declared or not, or by any act incident to a war or to an armed conflict involving the armed forces of one or more countries.

We will not pay this benefit if the Insured dies prior to his or her first birthday, or dies after the anniversary on which he or she is age 70.

Values This rider does not have cash or loan values.

Contract This rider, when paid for, is made a part of the policy, based on the application for the rider.

Incontestability of Rider We will not contest this rider after it has been in force during the lifetime of the Insured for 2 years from its date of issue.

Dates and Amounts When this rider is issued at the same time as the policy, we show the amount of ADB and the rider premium amount on the front page of the policy. The rider and the policy have the same date of issue.

When this rider is added to a policy which is already in force, we also put in an add-on rider. The add-on rider shows the date of issue and the amount of ADB. The rider premium amount is shown in a new Premium Schedule for the policy.

When Rider Ends You can cancel this rider as of the due date of a premium. To do this, you must send the policy and your signed notice to us within 31 days of that date. If this rider is still in effect on the anniversary on which the Insured is age 70, it will end on that date.

This rider ends if the policy ends or is surrendered. Also, this rider will not be in effect if the policy lapses or is in force as extended or paid-up insurance.

When this rider is part of an endowment policy, the rider will end on the day just before the endowment date, and will not be in effect if that date is deferred.

ABC LIFE INSURANCE COMPANY

Mary Smith
Secretary

John Johnson
President

THIS PAGE INTENTIONALLY LEFT BLANK

RIDER

DISABILITY WAIVER OF PREMIUM (WP)

Waiver of Premiums We will start to waive the premiums for this policy when proof is furnished that the Insured's total disability, as defined in this rider, has gone on for at least 6 months in a row.

If a total disability starts on or prior to the anniversary on which the Insured is age 60, we will waive all of the premiums which fall due during that total disability. If it goes on until the anniversary on which the Insured is age 65, we will make the policy fully paid-up as of that date, with no more premiums due.

If a total disability starts after the anniversary on which the Insured is age 60, we will waive only those premiums which fall due during that total disability, and prior to the anniversary on which the Insured is age 65.

Premiums are waived at the interval of payment in effect when the total disability started. While we waive premiums, all insurance goes on as if they had been paid. We will not deduct a waived premium from the policy proceeds.

Definition of Total Disability "Total Disability" means that, because of disease or bodily injury, the Insured can not do any of the essential acts and duties of his or her job, or of any other job for which he or she is suited based on schooling, training, or experience. If the Insured can do some but not all of these acts and duties, disability is not total and premiums will not be waived. If the Insured is a minor and is required by law to go to school, "Total Disability" means that, because of disease or bodily injury, he or she is not able to go to school.

"Total Disability" also means the Insured's total loss, starting while this rider is in effect, of the sight of both eyes or the use of both hands, both feet, or one hand and one foot.

Total Disabilities For Which Premiums Not Waived

We will not waive premiums in connection with any of these total disabilities.

1. Those that start prior to the fifth birthday of the Insured, or start at a time when this rider is not in effect.
2. Those that are caused by an injury that is self-inflicted on purpose.
3. Those that are caused by any kind of war, declared or not, or by any act incident to a war or to an armed conflict involving the armed forces of one or more countries while the Insured is a member of those armed forces.

Proof of Total Disability Written notice and proof of this condition must be given to us, while the Insured is living and totally disabled, or as soon as it can reasonably be done. As long as we waive premiums, we may require proof from time to time. After we have waived premiums for 2 years in a row, we will not need to have this proof more than once each year. As part of the proof, we may have the Insured examined by doctors we approve.

Payment of Premiums Premiums must be paid when due, until we approve a claim under this rider. If a total disability starts during a grace period, the overdue premium must be paid before we will approve any claim.

Refund of Premiums If a total disability starts after a premium has been paid, and if it goes on for at least 6 months in a row, we will refund the part of that premium paid for the period after the policy month when that disability started. Any other premium paid and then waived will be refunded in full.

DISABILITY WAIVER OF PREMIUM (WP)

(continued)

Values This rider does not have cash or loan values.

Contract This rider, when paid for, is made a part of the policy, based on the application for the rider.

Incontestability of Rider We have no right to contest this rider after it has been in force during the lifetime of the Insured for 2 years from its date of issue, unless the Insured is totally disabled at some time within 2 years of the date of issue.

Dates and Amounts When this rider is issued at the same time as the policy, we show the rider premium amount on the front page of the policy. The rider and the policy have the same date of issue.

When this rider is added to a policy which is already in force, we also put in an add-on rider. The add-on rider shows the date of issue. The rider premium amount is shown in a new Premium Schedule for the policy.

When Rider Ends You can cancel this rider as of the due date of a premium. To do this, you must send the policy and your signed notice to us within 31 days of that date. If this rider is still in effect on the anniversary on which the Insured is age 65, it will end on that date.

This rider ends if the policy ends or is surrendered. Also, this rider will not be in effect if the policy lapses or is in force as extended or paid-up insurance.

ABC LIFE INSURANCE COMPANY

Mary Smith
Secretary

John Johnson
President

RIDER

POLICY PURCHASE OPTION (PPO)

Benefit The Owner can purchase a new policy on the Insured on each Scheduled Option Date or Special Option Date, without proof of insurability. The new policy will take effect as of the option date, with premiums based on the Insured's age and the Company's premium rates on that date. The face amount of the new policy may not be less than \$10,000 or more than the Option Amount of the rider, except when a larger amount can be purchased on a Special Option Date.

During the 3 months prior to a Special Option Date, the Company provides term insurance on the Insured. The amount of this insurance is equal to the largest face amount of the new policy that can be purchased under this rider on that date.

Scheduled Option Dates The Scheduled Option Dates are the anniversaries on which the Insured is age 22, 25, 28, 31, 34, 37, 40, 43, and 46, and on which this rider is in effect. No new policy can be purchased on any Scheduled Option Date which has been cancelled by a prior Special Option Date purchase.

Special Option Dates A Special Option Date is the date 3 months after any of the events listed below.

1. The marriage of the Insured.
2. The birth of a living child to the Insured.
3. The legal adoption of a child by the Insured.

This rider must be in effect on the date the marriage, birth, or adoption takes place. Proof acceptable to the Company, that the event took place, may be required.

Each purchase of a new policy as of a Special Option Date cancels the next available Scheduled Option Date, except where 2 or more children are born or adopted on the same date. In this case, an amount of insurance can be purchased which equals the Option Amount times the number of these children.

The number of Scheduled Option Dates cancelled by this amount of purchase is equal to the number of these children.

Savings Allowance The Company provides a savings allowance when a new policy is purchased. The amount of this allowance is on file with the insurance official in the state or district in which the policy is delivered. This allowance is used to reduce premiums that are due during the first policy year of the new policy. At the time of purchase, the Company will tell the Owner how much the total allowance is for the new policy.

Purchase of Policy The Owner's application for the new policy must also be signed by the Insured. The application and the first premium for the new policy, less the savings allowance, may be submitted to the Company during the 60 days before or the 31 days after the option date. However, these must be received by the Company while the Insured is living.

On an option date, if the Owner does not have an insurable interest in the life of the Insured that is acceptable to the Company, the Insured may purchase the new policy instead.

If the Insured dies prior to the option date, any new policy which has been applied for will not take effect, and the Company will refund any premium paid for it.

New Policy The new policy may be on any life, term-life, or endowment plan offered on the option date, for the face amount being purchased.

The new policy may not be on a plan which provides only term insurance or provides an increasing amount of insurance. It will have the same provisions and be subject to the same limitations on the Company's liability as are generally in the series of policies being issued on that date. The Insured's class of risk will be the same as it was for the rider.

POLICY PURCHASE OPTION (PPO)**(continued)**

However, if this rider was issued with a policy in a preferred risk class, the new policy will be on a preferred risk basis only if it meets the Company's minimum amount and age limits for that class.

The time periods of the new policy, which relate to a suicide exclusion or to a contest of that policy, will start on the date of issue of this rider. However, in some cases the new policy may be issued with a rider or an additional amount of insurance which the Owner requested, and which required the Company's agreement. If this happens, the time periods for that rider or amount will start instead on the date of issue of the new policy.

Availability of Riders A waiver of premium rider can be made a part of the new policy if one is in effect under this policy on an option date. However, if the Insured has recovered from a total disability that had gone on for at least 6 months in a row, that rider can only be in a new policy for which premiums are payable for the rest of the Insured's life.

An accidental death benefit rider can be made a part of the new policy if one is in effect under this policy on an option date. The amount of that rider may not be more than the face amount of the new policy.

No other riders can be made a part of the new policy, unless the Company agrees.

Waiver of Premiums for New Policy If, on an option date, this policy has a waiver of premium rider in effect, and if the Insured is totally disabled and all conditions for waiver of premiums in that rider have been met, the Company will waive the premiums

for the new policy which fall due during that disability. The new policy must be on a plan with premiums payable for the rest of the Insured's life, and with the same premium interval as this policy.

Values This rider does not have cash or loan values.

Contract This rider, when paid for, is made a part of the policy, based on the application for the rider.

Incontestability of Rider The Company will not contest this rider after it has been in force during the lifetime of the Insured for 2 years from its date of issue.

Dates and Amounts When this rider is issued at the same time as the policy, the Company shows the Option Amount and the rider premium amount on the front page of the policy. The rider and the policy have the same date of issue.

When this rider is added to a policy which is already in force, the Company also puts in an add-on rider. The add-on rider shows the date of issue and the Option Amount. The rider premium amount is shown in a new Premium Schedule for the policy.

When Rider Ends The Owner can cancel this rider as of the due date of a premium. To do this, the policy and the Owner's signed notice must be sent to the Company within 31 days of that date. If this rider is still in effect on the anniversary on which the Insured is age 46, it will end on that date.

This rider ends if the policy ends or is surrendered. Also, this rider will not be in effect if the policy lapses or is in force as extended or reduced paid-up insurance.

ABC LIFE INSURANCE COMPANY

Mary Smith
Secretary

John Johnson
President

GAR013

Page 18