

Quality of Life Insurance Accelerated Benefit Riders

Living Benefits from Life Insurance

Policies issued by American General Life Insurance Company (AGL)
a member of American International Group, Inc. (AIG)



Quality of Life...Insurance®



Insurance that's available when you need it most

Even with the best plans, sometimes the unexpected can happen—such as a serious illness or condition.

The costs associated with treatment, as well as possible income lost if you are unable to work, can affect your quality of life.

Quality of Life Insurance is designed to let you use your life insurance benefits when you need them most.

It can help to pay for the costs of treatment for qualifying illnesses or conditions—or any other expenses.

It does this by including, for no additional premium or underwriting, valuable riders that allow you to access your base life insurance benefit while you are alive if you have a qualifying illness or condition.

The maximum amount of life insurance benefit that may be accelerated is subject to the Maximum Elected Death Benefit, which is the lesser of the current life insurance benefit or a lifetime maximum amount of \$2,000,000.¹

¹ \$2M lifetime maximum applies to QoL Max Accumulator+, QoL Value+ Protector, QoL Guarantee Plus GUL II and QoL Flex Term policies.



Chronic Illness Accelerated Benefit

This rider allows the owner to accelerate some or all of the Insured Person's base life insurance benefit in the event the insured is diagnosed with a chronic illness or condition. The illness or condition does not have to be permanent to receive the acceleration.

A qualifying illness is an illness or physical condition that was initially certified by a licensed health care practitioner within the past 12 months and affects the insured person so that he or she:

- Is unable to perform at least two Activities of Daily Living (ADLs) for a period of at least 90 days; or
- Requires substantial supervision by another person to protect the insured person from threats to health and safety due to severe cognitive impairment.

Activities of Daily Living:

- Bathing
- Dressing
- Toileting
- Transferring
- Continence
- Eating

Additional chronic illness coverage may be added to your policy by purchasing the Accelerated Access Solution® rider on applicable UL plans.



Critical Illness Accelerated Benefit

This rider allows the owner to accelerate some or all of the Insured Person's base life insurance benefit in the event the insured is diagnosed with any of the following qualifying critical illnesses or conditions defined in the rider.²

- Heart Attack
- Major Organ Transplant
- Stroke
- Invasive Cancer
- Blindness
- End Stage Renal Failure
- Paralysis
- Amyotrophic Lateral Sclerosis (ALS—or Lou Gherig's disease)

Benefit eligibility is subject to limitations and/or Waiting Period, Elimination Period and exclusion requirements. Please read the rider carefully for a complete definition of benefits and the conditions applying to each rider.



Terminal Illness Accelerated Benefit

This rider allows the owner to accelerate some or all of the Insured Person's base life insurance benefit in the event the insured is diagnosed with a terminal illness. A terminal illness is an illness or physical condition that is diagnosed and certified by a physician to be reasonably expected to result in the insured's death within 24 months.³

² Benefit eligibility is subject to limitations and/or Waiting Period, Elimination Period and exclusion requirements. Please read the rider carefully for a complete definition of benefits and the conditions.

³ Life expectancy criteria varies by state.

There are several factors to consider before deciding whether acceleration is right for you:

- Acceleration will reduce (or eliminate) the Insured Person's base life insurance benefit and policy values, if any. Depending on the amount you accelerate, this means there will be less (or no) benefit paid when the Insured dies.

Disclosures Applicable to Accelerated Benefit Rider, Critical Illness Accelerated Benefit Rider, Chronic Illness Accelerated Death Benefit Rider, and Terminal Illness Accelerated Benefit Rider – California Only

(1) When filing a claim for Critical Illness under the Critical Illness Accelerated Benefit Rider, Terminal Illness under a Terminal Illness Accelerated Benefit Rider, or Chronic Illness under the Chronic Illness Accelerated Death Benefit Rider, the claimant, except as otherwise provided in the applicable rider, must provide to the Company a completed claim form which must be received at its Administrative Center within the time frame specified in the rider, if any.

(2) Under certain circumstances where an insured's mortality (i.e., our expectation of the insured's life expectancy) is not significantly changed by a Critical Illness or Chronic Illness, the accelerated benefit may be zero.

(3) See your policy for applicable requirements concerning claim and election forms for accelerated death benefits.

(4) Benefits payable under an accelerated benefit rider may be taxable. Neither American General Life Insurance Company nor any agent representing it is authorized to give legal or tax advice. Please consult a qualified legal or tax advisor regarding questions concerning the information and concepts contained in this material.

(5) Generally, we will send you an IRS Form 1099-LTC if you receive an accelerated death benefit on account of a Chronic Illness or a Terminal Illness. We will send you an IRS Form 1099-R if you receive an accelerated death benefit on account of a Critical Illness.

(6) The maximum amount of life insurance death benefits that may be accelerated as to an Insured Person under all accelerated benefit riders is the lesser of the existing amount of such death benefits or a lifetime maximum of \$2,000,000.

(7) See your policy for details.

Disclosures Applicable to the Critical Illness Accelerated Benefit Rider and the Terminal Illness Accelerated Benefit Rider Only

(1) If a benefit under the Critical Illness Accelerated Benefit Rider or Terminal Illness Accelerated Benefit Rider is payable and the Owner elects to receive such benefit, the Owner must complete an election form and return it to the Company within 60 days of receipt of the election form. The Company will not provide a later opportunity to elect an Accelerated Benefit under a Policy as to the same Critical Illness or Chronic Illness under such riders.

Disclosures Applicable to the Accelerated Benefit Rider Only

(1) When filing a claim for Qualifying Critical Illness, Qualifying Chronic Illness under an Accelerated Benefit Rider, the claimant must provide to the Company a completed claim form (with Certification attached in the case of a qualifying Chronic Illness) which must be received at its Administrative Center within the timeframe specified in the Rider, if any.

(2) If a benefit under the Accelerated Benefit Rider is payable and the Owner elects to receive such benefit, the Company will provide the Owner with one (1) opportunity to elect a Flexible Accelerated Benefit and/or a Defined Accelerated Benefit, if applicable, under the Policy as to such Qualifying Event. To make such an election, the Owner must complete an election form and return it to AGL within 60 days of receipt of the election form. The Company will not provide a later opportunity to elect a Flexible Accelerated Benefit and/or a Defined Accelerated Benefit, if applicable, under a Policy as to the same Qualifying Critical Illness or Qualifying Chronic Illness.

Disclosures Applicable to the Chronic Illness Accelerated Death Benefit Rider Only

(1) For a claimant to be able to elect an Accelerated Benefit under the Chronic Illness Accelerated Death Benefit Rider, such claimant must have been certified as Chronically Ill within the past twelve (12) months by a Licensed Health Care Practitioner. Where an Accelerated Benefit under such a rider is paid periodically, such a rider is paid periodically; such written certification must be renewed by a Licensed Health Care Practitioner every 12 months.

Important Notice Regarding the Chronic Illness Accelerated Death Benefit Rider (California Only)

There are no restrictions or limitations on the use of the accelerated death benefit proceeds under the Chronic Illness Accelerated Death Benefit Rider. The accelerated benefits payable under this rider are generally intended for favorable tax treatment under Section 101(g) of the Internal Revenue Code. There may be tax consequences in some situation in accepting an accelerated benefit payment amount, such as where payments exceed the per diem limitation under the Internal Revenue Code. You should consult your personal tax advisor to assess the impact of this Benefit prior to accepting the Benefit.

There are no restrictions or limitations on the use of the accelerated death benefit proceeds under the Chronic Illness Accelerated Benefit Rider.

However, it is important to note the following:

- 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.
- An accelerated death benefit such as the Chronic Illness Accelerated Benefit Rider and long-term care insurance provide very different kinds of benefits:
- Generally, an accelerated death benefit is a rider to or other provision in a life insurance policy that permits the policy owner to accelerate some or potentially all of the death benefit of a life insurance policy if the insured meets the definition of having a chronic illness as defined in the rider or policy provision. Acceleration of death benefits and payments under such an accelerated death benefit will reduce the death benefit of the policy and reduce other policy values as well, potentially to zero. If the entirety of the insurance amount is accelerated, the policy terminates.
- A Long Term Care insurance policy is any insurance policy, certificate, or rider providing coverage for diagnostic, preventive, therapeutic, rehabilitative, maintenance, or personal care services that are provided in a setting other than an acute care unit of a hospital. Long-term care insurance includes all products containing any of the following benefit types: coverage for institutional care including care in a nursing home, convalescent facility, extended care facility, custodial care facility, skilled nursing facility, or personal care home; home care coverage including home health care, personal care, homemaker services, hospice, or respite care; or community-based coverage including adult day care, hospice, or respite care. Long-term care insurance includes disability based long-term care policies but does not include insurance designed primarily to provide Medicare supplement or major medical expense coverage.
- If the life insurance policy to which your Chronic Illness Accelerated Benefit Rider is attached is a term policy, please note that the Chronic Illness Accelerated Benefit Rider will terminate with the policy if the policy terminates.

- If you are interested in long-term care, nursing home or home care insurance, you should consult with an insurance agent licensed to sell that insurance, inquire with the insurance company offering the accelerated death benefits, or visit the California Department of Insurance Internet Web site (www.insurance.ca.gov) section regarding long-term care insurance.
- If you choose to accelerate a portion of your death benefit, doing so will reduce the amount that your beneficiary will receive upon your death.
- Receipt of accelerated death benefits may affect eligibility for public assistance programs, such as Medi-Cal or Medicaid. Prior to electing to receive the accelerated death benefit, you should consult with the appropriate social services agency concerning how receipt of accelerated death benefits may affect that eligibility.
- If the policy terminates, the Chronic Illness Accelerated Death Benefit Rider will terminate also.

Please note: The life insurance offered with Accelerated Benefit Riders is not stand-alone long term care insurance, disability income insurance, or other insurance designed to cover specific costs associated with an illness or condition. Receiving benefits under any one of the Accelerated Benefit Riders will reduce the amounts available for future acceleration under it and any of the others. It will also reduce the base life insurance benefit and the funds available to supplement retirement or other needs and may result in policy termination. The amount received after acceleration may be less than what is needed to cover all of the cost associated with an illness or condition.

American General Life Insurance Company offers a stand alone critical illness policy that provides separate benefits without affecting your life insurance. Your American General Life Insurance Company agent can provide you with details.



www.qualityoflifeinsurance.com

Policies issued by: American General Life Insurance Company (AGL), Policy Form Number 14888-5, 14523-5) and AGLA 12UCG C , Rider Number AGLA04CRIR, AGLA04TIR, AGLA 04CHIR-CA, 16760, ICC16-16760, 16760-5. Issuing company AGL is responsible for financial obligations of insurance products and is a member of American International Group, Inc. (AIG). AGL does not solicit business in the state of New York. Products may not be available in all states and product features may vary by state. © 2018 AIG All rights reserved.