

# Security Builder Plan

## Modified Whole Life Insurance

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#### General Information

- Security Builder plan is modified whole life insurance with a flexible premium annuity rider. It provides a life insurance death benefit and a non-qualified tax deferred annuity rider designed for tax advantaged long-term growth.
- Maximum \$150,000 face amount.
- During the first 12 months the policy is in force under the basic design (if no additional premium is specifically directed to the flexible premium annuity rider), 100% of premium is applied to the base life insurance policy and riders (other than the flexible premium annuity rider). Beginning in the 13th month of the life policy, the premium for it splits — except for the 10-Year Convertible Term Rider and/or Disability Income Rider<sup>1</sup> — with approximately 50% of the premium continuing to fund the base life insurance policy and any riders (other than the flexible premium annuity rider) and approximately 50% funding the flexible premium annuity rider.
- The policy face amount reduces by 50% at age 65 or after 10 years, whichever is later (premiums will remain as is).

#### Flexible Premium Annuity Rider

- Automatically included with the standard Security Builder Plan.
- Non-tax qualified.<sup>2</sup>
- The currently-credited interest rate (set monthly) is fixed for the first 12 months the flexible premium annuity rider is in force. On each policy anniversary date, a new currently-credited interest rate will change to the rate currently declared by the Company at that time, and that rate will remain fixed for the next 12 months the policy is in force. The minimum guaranteed interest rate (MGIR) is calculated based on the 5-year Constant Maturity Treasury (CMT) rate; the MGIR for any given period is a range within 1% to 3%. The MGIR is set at policy issue and is guaranteed for the life of the policy.
- Minimum partial withdrawal is \$250; any withdrawal of a portion of your account value is subject to a withdrawal fee of 5% of the amount withdrawn, up to \$25. Full withdrawals subject to an eight year surrender charge schedule:

Contract Year	1	2	3	4	5	6	7	8	Thereafter
Surrender Charge	8%	7%	6%	5%	4%	3%	3%	1%	0%

- Annuity withdrawals prior to age 59½ may be subject to federal income taxation. Consult your tax advisor for your individual situation.<sup>3</sup>

#### Issue Ages

- Issue ages 0-64, coverage for life.<sup>4</sup>

#### Premium

##### Minimum Premium:

- \$21.67 per month for life insurance (\$5 per week)
- \$8.67 per month (\$2 per week) children ages 0-17
- \$34.67 per month (\$8 per week) when funding the annuity rider in the 1st year

#### Underwriting Guidelines

- An MIB (Medical Information Bureau) search may be performed on each application.
- A prescription history will be completed on any face amount exceeding \$75,000.
- Non-medical limit: \$125,000 face amount for ages 0-50; \$100,000 for ages 51-64. Medical records will be ordered on all children under 10 years of age with a requested face amount of \$50,000 or more. This includes the total amount of coverage in force with Colorado Bankers Life Insurance Company® at the time of application.

#### Riders<sup>5</sup>

- **Accelerated Benefit Rider (included):** Maximum 50% of base policy death benefit.
- **Accidental Death Benefit Rider:** Issue ages 15-55; \$150,000 maximum benefit.
- **Additional Benefit Rider (Family Plan):** Issue ages for children: 14 days to 18 years; coverage to age 22. Issue ages for the insured & spouse: 13-64.
- **10-Year Convertible Term Rider:** Issue ages 0-60; renewable to age 70.
- **Disability Income Rider:** Issue ages 18-60, 30-day waiting period, 24-month maximum benefit period: Class 1 – maximum monthly benefit \$2,000; Class 2 – maximum monthly benefit \$1,500. A prescription history is completed.
- **Waiver of Premium:** Issue ages 15-55.

#### Additional Options

- **Automatic Premium Loan (APL) option:** If requested, this option allows funds to be taken from the base life insurance policy cash value to pay life premiums if a payment is missed.
- **Automatic Premium Withdrawal option:** If requested, this option allows funds to be taken from the flexible premium annuity rider cash value to pay life premiums if a payment is missed.<sup>3</sup>

<sup>1</sup> Premium for the 10-Year Convertible Term Rider and Disability Income Rider does not reduce in the second year; thus, premium for a policy that includes the 10-Year Convertible Term Rider and/or Disability Income Rider will not reduce by exactly ½ beginning in the second year. <sup>2</sup> The Flexible Premium Annuity Rider is neither a traditional IRA nor a Roth IRA. <sup>3</sup> Annuity withdrawals prior to age 59 ½ may be subject to federal income taxation and an IRS penalty. We recommend that you consult with a tax advisor before making any annuity withdrawals. <sup>4</sup> Ages within six months of birthday (if birthday is with the next six months, use next birthday age). <sup>5</sup> All riders will terminate at age 65 (except the Flexible Premium Annuity Rider, Accidental Death Benefit Rider and 10-Year Convertible Term Rider), and there is an extra charge for each rider unless it is "included." The Disability Income Rider may require additional underwriting.

This piece provides a brief summary of product features. The policy and riders associated with the product will contain the actual terms, definitions, limitations and exclusions that apply. Product features and availability vary by state and are solely the responsibility of Colorado Bankers Life Insurance Company®. Policy form series P-0892 or ICC13P-SBP R0114, and Rider form series R-990-06 or ICC10R-ACCEL, R-882-02 or ICC10R-WOP, R-482-03 or ICC 13R-ABR, R-482-04 or ICC13R-ACDB, R-687(T80) or ICC13R-ATR, FAR-992 or FAR-2011 or ICC13R-FAR, and R-1093.

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