

# Protective Custom Choice<sup>SM</sup> UL (10-30)

UNIVERSAL LIFE INSURANCE

## Producer Guide

Not a Deposit	Not Insured By Any Federal Government Agency	
No Bank or Credit Union Guarantee	Not FDIC/NCUA Insured	May Lose Value

For Financial Professional Use Only. Not for Use With Consumers.





Your clients' financial situations and personal goals are unique to them. Helping them select the right policy is essential in meeting their particular needs, and developing a long-term relationship.

Protective Custom Choice<sup>SM</sup> UL (10-30) offers your clients an affordably priced universal life insurance policy which can provide a guaranteed death benefit anywhere from 10 to 30 years.

# Policy Specifications

## PRODUCT DESIGN

Flexible premium universal life insurance for clients desiring affordable coverage without cash value accumulation. Offers flexible death benefit periods ranging from 10 to 30 years.

After the initial level benefit period, the death benefit decreases each year while the premium remains level. When the death benefit reaches \$10,000, the premiums will increase each year.

## ISSUE AGES AND RISK CLASSES

Select Preferred, Preferred, Non-Tobacco, Tobacco

- 10-Year Plan: 18 – 75
- 15-Year Plan: 18 – 70
- 20-Year Plan: 18 – 65 (18 – 63 for Tobacco)
- 25-Year Plan: 18 – 55 (18 – 52 for Tobacco)
- 30-Year Plan: 18 – 55 (18 – 43 for Tobacco)

## MINIMUM FACE AMOUNT

\$100,000

## MINIMUM FACE AMOUNT AFTER / AUTOMATIC FACE DECREASES BEGIN

\$10,000

## FACE AMOUNT BANDS

- Band 1: \$100,000 – \$249,999
- Band 2: \$250,000 – \$499,999
- Band 3: \$500,000 – \$999,999
- Band 4: \$1,000,000 +

## MATURITY AGE

No stated maturity age. Premiums and charges discontinue at attained age 121.

## ILLUSTRATIONS

An illustration is not required when a standard initial level death benefit period of 10-30 years is selected. If your client chooses a different death benefit period, or if riders are selected, an illustration should be submitted with the application.

## Customization Options

### SHORT-TERM NEEDS WITH LONG-TERM OPTIONS

Your clients can customize the duration of their life insurance coverage. They choose the amount of coverage they want, and benefit period of anywhere from 10 to 30 years.

After the initial level benefit period ends, the guaranteed death benefit will begin to decrease while the premium payment amount remains level. The death benefit amount will decrease each year until it reaches the minimum of \$10,000. At that point, premiums will increase each year.

Your clients also have the option to exchange their policy for a permanent universal life insurance option from Protective Life anytime in the first 20 policy years up to age 70, without going through more medical exams. *Internal replacement is not available in the first policy year.*

## Cost and Expense Summary

### PREMIUM LOAD

25% – applies to all policy years and premiums.

### MONTHLY ADMINISTRATIVE CHARGE

\$5.50 – applies to all years. Discontinued after attained age 121.

### MONTHLY EXPENSE CHARGE

Per \$1,000 of initial face amount. Varies by age, gender and underwriting class. Applies to all policy years. Discontinued at age 121.

### MONTHLY COST OF INSURANCE CHARGE

Varies by issue age, gender, underwriting class, policy year and any ratings. Discontinued at age 121.

# Lapse Protection

## **LAPSE PROTECTION ENDORSEMENT**

The built-in lapse protection, automatically included on each policy, can guarantee death benefit coverage up to the lifetime of the insured based on the premiums paid and the formulas described in the Lapse Protection Endorsement.

## **GRACE PERIOD**

If on any monthly anniversary, the cash value minus the policy debt is insufficient to pay the monthly deduction for the upcoming month and the lapse protection is not in effect, the policy will enter the grace period. The policy owner has 61 days to cover the current and past due monthly deductions. The policy will remain in force during the grace period, but if the premium payment is not received by the end of the grace period, the policy will lapse.

## **CATCH-UP**

If lapse protection is lost, your clients may restore it by paying additional or higher premiums. The premiums required to restore lapse protection may be significantly higher than the premiums illustrated.

# Optional Endorsements and Riders

## **ACCIDENTAL DEATH BENEFIT RIDER**

This can provide coverage that pays an additional death benefit if the insured dies as the result of an accident.

## **CHILDREN'S TERM LIFE INSURANCE RIDER**

Rather than purchasing individual policies on their children, the policy owner can use this rider to provide death benefit protection for all natural, adopted and stepchildren within issue age limits.

## **DISABILITY BENEFIT RIDER**

A monthly benefit amount can be credited to the policy if the insured faces the hardship of total disability.

## Optional Endorsements and Riders (continued)

### **INCOME PROVIDER OPTION**

Available at no additional cost, this guarantees an annual income stream of up to 30 years as the death benefit payout. An initial lump-sum payment is also available to help cover immediate obligations, such as final expenses and debt.

A portion of periodic payments under the Income Provider Option may be reported as taxable income to the beneficiary. Clients should consult with their attorney or tax advisor regarding their individual's situation.

### **TERMINAL ILLNESS ACCELERATED DEATH BENEFIT (INCLUDED)**

This benefit can accelerate up to 60% of the policy's death benefit, or \$1 million, whichever is less, if the insured has a qualifying terminal illness. A lien equal to the accelerated payment is established against the policy and accumulates interest, resulting in a reduction in the amount of the death benefit and the amount available for loans and withdrawals.

## Policy Changes

### **INCREASE COVERAGE**

Increases are allowed for all plans after the first policy year, but within the level face amount period.

### **DECREASE COVERAGE**

After the policy has been in force for at least three years, a decrease may be requested. The new face amount may not be less than the minimum face amount.

## Policy Owner Information

### **ANNUAL REPORT**

A personalized report is sent after each policy anniversary. The report shows: the status of the Lapse Protection Account, premium payments, cost of insurance charges, and expense charges.

### **THE POLICY**

The policy form, including all endorsements, will provide information regarding benefits provided, premium payments, charges, determination of values, the Lapse Protection Endorsement, and other provisions and charges.

Protect Tomorrow.  
Embrace Today.™



## The Protective Way

### Delivering what's promised. 100 years and counting.

Other companies talk about values. But with us it's more than a slogan. In fact, our core principles—value, integrity and strength and stability—inform everything we do, from our business model to the design of our products.

Simply put, we believe in doing the right thing in every action and decision, large and small. We're careful about the promises we make—and make sure we deliver on them. It's how we continue to build trust and relationships that last.

Protective Custom Choice UL (UL-22) is a universal life insurance policy issued by Protective Life Insurance Company, Birmingham, AL. Policy form numbers, product features and availability may vary by state. Consult policies for benefits, riders, limitations and exclusions. Subject to underwriting. Up to a two-year contestable and suicide period. Benefits adjusted for misstatements of age or sex. In Montana, unisex rates apply.

Lapse protection guarantees the policy death benefit for the duration of the guarantee and does not cover cash or surrender value. Loans, withdrawals, and other policy and premium changes will affect the cost and length of protection. Failure to make premium payments as planned may cause the policy to lose lapse protection and premiums required to restore it could be significantly higher. Refer to the policy and endorsements for complete terms, conditions, and limitations.

All payments and all guarantees are subject to the claims-paying ability of Protective Life Insurance Company.

The tax treatment of life insurance is subject to change. Neither Protective Life nor its representatives offer legal or tax advice. Please consult with your legal or tax advisor regarding your individual situation before making any tax-related decisions.



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No Bank or Credit Union Guarantee	Not FDIC/NCUA Insured   May Lose Value