

Just the facts about New York Life...

# Custom Universal Life Guarantee

<b>Issuing company</b>	New York Life Insurance and Annuity Corporation (NYLIAC), a wholly owned subsidiary of New York Life Insurance Company
<b>Product type</b>	Universal life insurance policy with a Custom Guarantee Benefit <sup>1</sup>
<b>Issue ages</b>	18–80
<b>Face amount</b>	<b>Minimum:</b> \$50,000 <b>Maximum:</b> NYLIAC retention limits
<b>Face amount bands</b>	<b>Band 1:</b> \$50,000 to \$99,999 <b>Band 2:</b> \$100,000 to \$249,999 <b>Band 3:</b> \$250,000 to \$499,999 <b>Band 4:</b> \$500,000 to \$999,999 <b>Band 5:</b> \$1,000,000+
<b>Underwriting risk classes</b>	Select preferred, preferred, preferred II, nonsmoker, select standard, standard, and nonsmoker & standard special classes 2–13
<b>Premium modes</b>	Annual, semiannual, quarterly, Check-O-Matic, NYL-A-Plan, combined billing, and lump sum
<b>Term conversions</b>	Term conversions to Custom Guarantee are limited to five years from the original issue date of the term coverage.
<b>IRC Section 7702 testing</b>	In order to qualify for favorable tax treatment, your Custom Guarantee policy must pass the Cash Value Accumulation Test defined in IRC Section 7702.



**Custom Guarantee Benefit** The Custom Guarantee Benefit guarantees your policy will not end during the guarantee period when the cash surrender value is insufficient to cover the monthly policy charge, as long as the policy's Custom Guarantee Value is greater than zero and your policy has no unpaid loan.<sup>1</sup> Refer to your policy for additional details.

New York Life Custom Universal Life Guarantee can provide coverage until age 121. It is important to choose the length of the guarantee wisely. Extending the Custom Guarantee Benefit at a later date for any reason will require significant additional premiums. To ensure your needs are being met, we recommend you request a current policy illustration every year.

**Current interest crediting rate** The current interest crediting rate will be the rate declared by NYLIAC.

**Guaranteed minimum interest crediting rate** 2.0% all years and all bands

**Policy loans<sup>2</sup>** You can borrow any amount up to the maximum of the cash surrender value less one monthly deduction charge. It is important to know that the Custom Guarantee Benefit will not prevent your policy from ending if your policy has an unpaid loan.

**Loan interest rate** 4.0%, payable in arrears

**Interest credited on borrowed cash value** Current and Guaranteed: 2.0% in all policy years

**Partial cash surrenders<sup>1</sup>** The minimum partial surrender amount is \$500. After the partial surrender is taken, you must maintain a cash surrender value balance equal to the lesser of \$500 or an amount equal to two monthly deduction charges. A \$25 service charge will be assessed for each partial surrender. Please note that partial surrenders are limited to one per policy year and 50% of the current policy cash surrender value. Partial surrenders will shorten the length of your Custom Guarantee Benefit.

**Policy charges and expenses**

**Surrender Charges**—Surrender Charges will decline over a period of 15 years and will be zero in policy year 16 and beyond. For issue ages over 75, the Surrender Charge duration grades down by one each year and is 10 years for issue age 80.

**Premium Expense Charges**—Deducted from planned and unplanned premium payments.

Current			
Years	Nonqualified	Years	Qualified
1+	25% up to target 20% over target	1–20	23.75% up to target 18.75% over target
		21+	25% up to target 20% over target
Guaranteed			
Years	Nonqualified	Years	Qualified
1+	30% up to target 25% over target	1+	30% up to target 25% over target

**Monthly Per \$1,000 Face Amount Charge**—Deducted from the policy’s cash value, this charge varies and is based on the insured’s issue age, gender, risk class, face amount band, and policy duration. The charge is specified in the policy contract.

**Monthly Administrative Fee**—Deducted from the policy’s cash value. The current monthly administrative fee is \$10.00 in all years. The guaranteed monthly administrative fee is \$15.00 in all years.

**Available riders<sup>3</sup>**

To provide you with extra flexibility to meet your individual needs, New York Life offers a range of policy riders.

Here is a list of available riders:

**Insurance Exchange**—Provides for the transfer of policy coverage to a successor insured, subject to underwriting requirements.

**Living Benefits Rider (LBR)**—Offers access to a portion of your policy’s eligible death benefit if you are diagnosed with a terminal illness and have a life expectancy of 12 months or less.<sup>4</sup> There is a cost to exercise this rider.

**Money Back Option Rider (MBOR)<sup>5</sup>**—Provides the policy owner with the opportunity to surrender the policy in exchange for a portion of or all premiums back during two limited windows. There is a minimum premium required in order to keep the rider active (MBO Required Monthly premium).

**Spouse’s Paid-Up Insurance Purchase Option (SPPO)<sup>6</sup>**—Gives your spouse, if a beneficiary (or family member in New York), the right to purchase a new paid-up whole life policy on his/her life without providing evidence of insurability at the time of your death.

Available for purchase with your policy:

**Monthly Deduction Waiver (MDW)**—Waives the monthly cost of insurance, rider, and administrative charges during times when the insured is totally disabled, as explained in the rider, and total disability has continued for at least six months.

**Chronic Care Rider (CCR)<sup>7</sup>**—Allows for the monthly acceleration of a portion of the Base Policy Face Amount upon certification of a chronic illness. In order to qualify for the benefit, the insured must fail to perform at least two out of six Activities of Daily Living (ADLs) (bathing, dressing, eating, transferring, toileting, and continence) or have a severe cognitive impairment.

**Policy owner services**

You will receive an annual policy summary detailing the current Custom Guarantee Benefit Expiry Date, premium payment activity, policy cash value, monthly interest crediting history, monthly breakdown of policy costs and administrative fees, and loans or partial surrenders.

You will receive a confirmation notice whenever an unplanned premium payment, face amount change, partial surrender, loan, or loan repayment occurs.

All guarantees are based on the claims-paying ability of the issuer.

*In Oregon, the New York Life Custom Universal Life Guarantee policy form number is ICC18-318-54P. The rider forms are as follows: In Oregon: Chronic Care: ICC18-318-291R; Living Benefits: 929-495.17; Money Back Option: ICC18-318-292R; and Monthly Deduction Waiver: 898-225.27. In most jurisdictions: Insurance Exchange: 309-470; and Spouse's Paid-Up Insurance Purchase Option: ICC17-317-375R*

<sup>1</sup> Failure to maintain a positive Custom Guarantee Value or withdrawing an amount, via partial cash surrender or loan, increases the risk that the policy may lapse. Changes to the policy and/or changes to the planned premium may cause the Custom Guarantee Benefit Expiry Date to change. The annual policy summary will reflect any changes in the Custom Guarantee Benefit Expiry Date.

<sup>2</sup> Loans and/or partial cash surrenders will reduce the death benefit and cash value, and may be subject to income taxes and a tax penalty if the policy is a modified endowment contract (MEC) and the policy owner is not yet 59½ years old.

<sup>3</sup> Not all riders are available in all jurisdictions. State variations may apply.

<sup>4</sup> Various states have established different life expectancy periods once a terminal illness is diagnosed.

<sup>5</sup> Referred to as the Premium Back Option Rider in the state of New York.

<sup>6</sup> Referred to as the Rider Insured's Paid-Up Insurance Purchase Option in New York for other products. This product is currently unavailable in the state of New York for Custom Universal Life Guarantee.

<sup>7</sup> Available at an additional cost. The Chronic Care Rider is currently unavailable on Custom Universal Life Guarantee in the states of California and New York.

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