

Financial Access Account and Life Insurance Disclosure Statement 11-077-1 (01/24)

The death of a spouse, parent, child, partner, or other loved one is a difficult time. In addition to the emotional stress present during the weeks, months, or years following a death, financial burdens may also arise. Life insurance is intended to assist with these financial burdens. While life insurance policies provide for a single payment of the death benefit, policies may also offer other payout options that are intended to fit your needs and those of your family. The following information describes the Financial Access Account we are offering you as an option to a single payment.

What is the Financial Access Account? The Financial Access Account (FAA) is a repository of funds available to any beneficiary entitled to receive benefits of \$5,000 or more. The account's function is to give you, the beneficiary, time you need to consider all of the financial options available. The payment of the full benefit due under the policy will be accomplished by delivery of a "checkbook" of drafts which are similar to checks but different in some respects. You can write them just as you would checks. The use of the Financial Access Account provides you the flexibility to make the right decision regarding your long-term financial needs while earning interest on the life insurance proceeds.

How does the Financial Access Account work? Your FAA is a draft account maintained by Northern Trust Bank. A draft account is similar to a checking account and earns interest. However, instead of checks, you will receive a book of drafts. Write as many drafts as you like in the same manner as you would write checks when you need to access your money. Our obligation to pay the total policy or contract proceeds is satisfied by depositing the total proceeds in the FAA. Once payment is made to you via the FAA, you will have immediate access to the entire amount, plus any accumulated interest. When your draft is presented for payment, it is paid through the Northern Trust Bank.

Are there minimum draft requirements? Yes, each draft must be a minimum of \$250. You may keep your FAA open as long as you like. The only requirement is that you maintain a minimum account balance of \$250. If the account balance falls below \$250, a check for the remaining proceeds, plus all accrued interest, will be sent within 45 days of the account closure.

Can I write one draft to access the entire amount? Yes. One draft may be written at any time to access the entire amount of the FAA, including interest.

Are my funds guaranteed by the Federal Deposit Insurance Corporation (FDIC)? FAA funds are held in our general account and are not guaranteed by the Federal Deposit Insurance Corporation (FDIC), but are guaranteed by State Guaranty Associations. State Guaranty Association coverage limits vary by state.

Is the interest earned on my FAA taxable? The interest you earn on your FAA may be subject to income taxation. We recommend you consult a tax, investment, or other financial advisor regarding tax liability.

What fees are charged on the FAA? Your FAA has no charges for drafts or monthly service charges. However, your account will be charged the following fees for each of the particular services described below:

- \$10.00 fee for any draft returned unpaid;
- \$12.00 fee for each stop payment order;
- \$2.00 fee for a copy of any draft or statement.

We reserve the right to change these fees at any time. In addition, we may derive income, in addition to any fees charged on the account, from the total gains received on the investment of the balance of funds in the FAA.

How frequently will I receive statements? Each month that there is activity on your account other than the crediting of interest; you will receive a monthly statement. Otherwise, you will receive quarterly account statement showing the current balance, the interest credited, the drafts written, and any other account activity.

How is interest calculated? The interest rate currently being paid on FAAs is 0.50%. Interest is earned on your FAA from the date it is established until the date drafts are cleared. Interest is compounded daily and is credited to your account monthly. Interest is based on the balance in your FAA at the end of each day. The guaranteed minimum interest rate is 0%. Interest rates are reviewed by the Company on a regular basis and are set at the Company's discretion.

What happens if my FAA becomes inactive? If your account has not had any activity, such as a withdrawal or affirmative contact, within a three-year period, we will contact you to confirm your interest in maintaining this account. If we are unable to contact you, or you do not respond, we will proceed according to the unclaimed property laws in your state¹.

Are the available settlement options preserved until the entire balance of FAA is withdrawn? All settlement options under the original policy are preserved until the entire balance is withdrawn or the balance drops below the company's minimum balance requirement.

Where can I obtain more information about these accounts and the services provided? If you have questions, you can contact us as follows:

- Web: www.americo.com/claims/#contact-claims
- Email: claims.operations@americo.com

How can I learn more about the coverage limitations applicable to my FAA? You are also advised to contact the National Association of Life and Health Insurance Guaranty Associations (at www.nolhga.com) (telephone number 703.481.5206) to learn more about coverage limitations on your account.

FOR FURTHER INFORMATION, PLEASE CONTACT YOUR STATE DEPARTMENT OF INSURANCE.²

For Over 100 years, Americo Life Inc.'s family of insurance companies has been committed to providing the life insurance and annuity products you need to protect your family and future. The Americo family of companies includes:

- Americo Financial Life and Annuity Insurance Company
- United Fidelity Life Insurance Company
- National Farmers Union Life Insurance Company

¹ Policies issued in California may escheat to the state pursuant to the California Unclaimed Property Law (Chapter 7 of Title 10 of Part 3 of the Code of Civil Procedure).

² Louisiana Department of Insurance may be contacted at 1-800-259-5300 or at 1702 N. Third Street, P.O. Box 94214, Baton Rouge, LA 70802.