

The State Life Insurance Company
P. O. Box 6062
Indianapolis, IN 46206-6062

Life Insurance Illustration

Single Premium Current Interest Whole Life Insurance
with Long-Term Care Benefits
for Either or Both Insureds

Asset-Care I

Prepared for:

Valued Client

and

Valued Client

Presented by:

**THIS IS AN ILLUSTRATION ONLY. AN ILLUSTRATION IS NOT INTENDED TO
PREDICT ACTUAL PERFORMANCE. INTEREST RATES, DIVIDENDS, OR VALUES
THAT ARE SET FORTH IN THE ILLUSTRATION ARE NOT GUARANTEED, EXCEPT FOR
THOSE ITEMS CLEARLY LABELED AS GUARANTEED.**

Asset-Care Supplemental Illustration Overview of Benefits Page



**The
Asset-Based
Solution for
Long-Term Care**

Asset-Care I

Prepared for:

Valued Client
Age: 60 Gender: Male
Class: Preferred (Non-smoker)

Valued Client
Age: 60 Gender: Female
Class: Preferred (Non-smoker)

\$83,773 Single Base Contract Premium

Presented By:

Base Policy Long-Term Care ('LTC') Benefit Data:

Initial Base Policy Benefits	\$193,722.00
Minimum Base Policy LTC Benefit Period	50 months
Initial Monthly Benefit Limit for:	
Assisted Living	\$3,874
Home Health Care / Hospice Care	\$3,874
Long-Term Care Facility	\$3,874
Adult Day Care	\$3,874
International Coverage (Facility Only)	\$3,874
Annual Bed Reservation Benefit	31 days per calendar year
Annual Respite Care Benefit	21 days per calendar year
Supportive Equipment Benefit	\$7,749 Maximum Lifetime Benefit
Waiting Period for:	
Home Health Care Services	30 days
Elimination Period for other LTC Services	60 days

Optional LTC Continuation of Benefits Rider Data:

Rider Premium	\$66,462.38 Single Premium
Rider Benefit Balance	Lifetime
Initial Rider Monthly Benefit Limit for:	
Assisted Living	\$3,874
Home Health Care	\$3,874
Long-Term Care Facility	\$3,874
Adult Day Care	\$3,874
Hospice Care (Home or Inpatient)	\$3,874
Annual Bed Reservation Benefit	31 days per calendar year
Annual Respite Care Benefit	21 days per calendar year
Nonforfeiture Benefit	No
Inflation Option	5%

This is a supplemental illustration. The values are based on the proposed premium shown. See attached basic illustration for important information. More LTC Continuation of Benefits Rider information is located at the end of the illustration.

The State Life Insurance Company

Asset-Care I Basic Life Insurance Illustration

Prepared for:

Valued Client

Sex: M P Age: 60

Class: Class 1

State: CA

Valued Client

Sex: F P Age: 60

Joint Equal Age: 60

Initial Specified Amount: \$193,722

Contract Premium: \$83,773.14

It is assumed the premium will be paid no later than when the policy is issued.

Presented by:

Asset-Care I Joint Life Policy, Form L301(CA)1 and R525(CA)

Contract Premium: \$83,773.14

The contract premium for this policy is assumed to be a single premium of \$83,773.14, paid no later than upon issuance of the policy.

Description of Policy: Asset-Care I, also known as Current Interest Whole Life Insurance with Comprehensive Long-Term Care Benefits for Either or Both Insureds, is a single premium life insurance policy which provides an initial death benefit of \$193,722. The death benefit is payable on the death of the second insured to die. The death benefit can also be used by either or both insureds prior to death to pay for long-term care expenses.

When the policy is issued, the monthly amount available for long-term care expenses is as follows:

Nursing Home Care/Assisted Living:	Lesser of actual charges or 2% of death benefit: \$3,874 per month
Home Health Care:	Lesser of actual charges or 2% of death benefit: \$3,874 per month
Adult Day Care:	Lesser of actual charges or 2% of death benefit: \$3,874 per month

The death benefit and long-term care benefits may be decreased by any prior distribution (loans, partial withdrawals, or payment of long-term care benefits). Check your outline of coverage for exclusions and limitations. Payment of all benefits is subject to the terms and conditions of the policy.

Other Things You Should Know About This Policy:

Return of Premium: If you decide this policy no longer meets your needs, we will return to you no less than the single premium you paid for this whole life insurance policy, reduced by any prior distributions (loans, withdrawals, long-term care benefits paid). Premiums paid for any riders or additional benefits may not be eligible for Return of Premium.

Revised Illustration: This illustration assumes the policy is issued in the Class 1 underwriting class. If the policy cannot be issued as Class 1, either the premium or the amount of life insurance may change. If so, you will receive a revised illustration with your insurance contract.

Guaranteed Elements: Many elements of this contract are guaranteed, including the minimum interest rate and the maximum cost of insurance charges. Those elements cannot be changed by The State Life Insurance Company.

Non-Guaranteed Elements: Certain elements of the policy cannot be predicted with absolute certainty and can be changed from time to time by The State Life Insurance Company. These elements are non-guaranteed and usually include the current interest rate and the current cost of insurance charges.

The State Life Insurance Company

Asset-Care I Basic Life Insurance Illustration

Prepared for:

Valued Client

Valued Client

Sex: M P Age: 60

Sex: F P Age: 60

Class: Class 1

State: CA

Joint Equal Age: 60

Initial Specified Amount: \$193,722

Contract Premium: \$83,773.14

It is assumed the premium will be paid no later than when the policy is issued.

Presented by:

These non-guaranteed elements will affect your policy's death benefit, long-term care benefit balance, accumulated value and cash surrender value. The pages of this illustration which show non-guaranteed elements show your policy's values when they are calculated using interest which is higher than the guaranteed minimum interest rate, and cost of insurance charges which are lower than the guaranteed maximum cost of insurance charges. These values cannot be predicted with absolute certainty.

This illustration assumes that the currently illustrated non-guaranteed elements will continue unchanged for all years shown. This is not likely to occur, and actual results may be more or less favorable than those shown.

Definition of Terms Used in This Illustration: Read these to help you understand the illustration.

Age: Insured's attained age as of the previous birthday.

Cash Surrender Value: The accumulated value, minus any surrender charges and any indebtedness, which is available to the policyholder upon surrender of the policy. Surrender charges are a percentage of your accumulated value, and will be deducted in the first 10 years as follows:

Year	Charge	Year	Charge	Year	Charge	Year	Charge
1	11%	4	8%	7	5%	10	1.5%
2	10%	5	7%	8	4%	11	0%
3	9%	6	6%	9	3%		

Accumulated Value: The premium paid, less cost of insurance charges, plus interest.

Death Benefit: The amount payable upon the death of the second insured to die.

Illustrated Basis: Policy benefits and values shown on a non-guaranteed basis.

Long-Term Care Benefit Balance: The amount payable for long-term care expenses incurred by either or both insureds. The long-term care benefit balance can change due to interest rate, cost of insurance charges, loans taken, partial withdrawals, and long-term care benefits paid.

Policy Loan Interest Rate: The policy loan interest rate is 7.40%. Interest credited to the loan balance is 4.00%.

The State Life Insurance Company

Asset-Care I Basic Life Insurance Illustration

Prepared for:

Valued Client

Sex: M P Age: 60

Class: Class I

State: CA

Valued Client

Sex: F P Age: 60

Joint Equal Age: 60

Initial Specified Amount: \$193,722

Contract Premium: \$83,773.14

It is assumed the premium will be paid no later than when the policy is issued.

Presented by:

End of Policy Year	Contract Premium	Guaranteed			Non-Guaranteed Midpoint Assumptions			Non-Guaranteed Illustrated Basis		
		Accumulated Value	Cash Surrender Value	Death Benefit / LTC Benefit Balance	Accumulated Value	Cash Surrender Value	Death Benefit / LTC Benefit Balance	Accumulated Value	Cash Surrender Value	Death Benefit / LTC Benefit Balance
Yr. 5	\$0	\$81,214	\$83,773	\$193,722	\$81,214	\$83,773	\$193,722	\$81,214	\$83,773	\$193,722
Yr. 10	\$0	\$97,314	\$95,855	\$193,722	\$97,314	\$95,855	\$193,722	\$97,314	\$95,855	\$193,722
Yr. 20	\$0	\$131,985	\$131,985	\$193,722	\$131,985	\$131,985	\$193,722	\$131,985	\$131,985	\$193,722
Yr. 30	\$0	\$159,141	\$159,141	\$193,722	\$159,141	\$159,141	\$193,722	\$159,141	\$159,141	\$193,722
Age 70	\$0	\$97,314	\$95,855	\$193,722	\$97,314	\$95,855	\$193,722	\$97,314	\$95,855	\$193,722

Guaranteed: "Guaranteed" benefits and values are based on your contract premium of \$83,773.14, assuming a guaranteed minimum interest rate of 4.00% and guaranteed maximum cost of insurance charges. The benefits and values shown are guaranteed provided the premium is paid, no policy loans or partial withdrawals are taken, and no long-term care benefits are used.

Non-Guaranteed/ Midpoint Assumptions: All "non-guaranteed" benefits and values are not guaranteed. The interest rate and cost of insurance charges are subject to change by The State Life Insurance Company. As a result, the actual results may be more or less favorable than those illustrated. Policy benefits and values which are based on an interest rate and cost of insurance charges which are midway between the guaranteed and illustrated (non-guaranteed) interest rates and cost of insurance charges.

Non-Guaranteed/ Illustrated Basis: "Non-guaranteed/illustrated basis" benefits and values are based on your contract premium of \$83,773.14, an illustrated interest rate of 4.00%, and illustrated cost of insurance charges.

I have received a copy of this illustration and understand that any non-guaranteed elements illustrated are subject to change and could be higher or lower. The agent has told me that they are not guaranteed.

Owner

Date

I certify that this illustration has been presented to the owner and that I have explained that any non-guaranteed elements are subject to change. I have not made any representations that are inconsistent with the illustration.

Agent

Date

The State Life Insurance Company

Asset-Care I Basic Life Insurance Illustration

Prepared for:

Valued Client

Sex: M P Age: 60

Class: Class 1

State: CA

Valued Client

Sex: F P Age: 60

Joint Equal Age: 60

Initial Specified Amount: \$193,722

Contract Premium: \$83,773.14

It is assumed the premium
will be paid no later than
when the policy is issued.

Presented by:

---Guaranteed---

4.00%

End of Policy Year	Insureds' Joint Equal Age	Contract Premium	Accumulated Value	Cash Surrender Value*	Death Benefit/LTC Benefit Balance**
1	61	\$83,773.14	\$69,691	\$83,773	\$193,722
2	62	\$0.00	\$72,448	\$83,773	\$193,722
3	63	\$0.00	\$75,288	\$83,773	\$193,722
4	64	\$0.00	\$78,211	\$83,773	\$193,722
5	65	\$0.00	\$81,214	\$83,773	\$193,722
6	66	\$0.00	\$84,294	\$83,773	\$193,722
7	67	\$0.00	\$87,448	\$83,773	\$193,722
8	68	\$0.00	\$90,672	\$87,045	\$193,722
9	69	\$0.00	\$93,961	\$91,142	\$193,722
10	70	\$0.00	\$97,314	\$95,855	\$193,722
11	71	\$0.00	\$100,718	\$100,718	\$193,722
12	72	\$0.00	\$104,166	\$104,166	\$193,722
13	73	\$0.00	\$107,646	\$107,646	\$193,722
14	74	\$0.00	\$111,146	\$111,146	\$193,722
15	75	\$0.00	\$114,660	\$114,660	\$193,722
16	76	\$0.00	\$118,176	\$118,176	\$193,722
17	77	\$0.00	\$121,683	\$121,683	\$193,722
18	78	\$0.00	\$125,162	\$125,162	\$193,722
19	79	\$0.00	\$128,600	\$128,600	\$193,722
20	80	\$0.00	\$131,985	\$131,985	\$193,722
25	85	\$0.00	\$147,357	\$147,357	\$193,722
30	90	\$0.00	\$159,141	\$159,141	\$193,722
35	95	\$0.00	\$168,077	\$168,077	\$193,722
40	100	\$0.00	\$173,759	\$173,759	\$193,722
45	105	\$0.00	\$178,757	\$178,757	\$193,722
50	110	\$0.00	\$182,254	\$182,254	\$193,722
55	115	\$0.00	\$184,673	\$184,673	\$193,722
60	120	\$0.00	\$188,877	\$188,877	\$193,722
61	121	\$0.00	\$193,722	\$193,722	\$193,722

*The amount illustrated is the greater of the cash surrender value and the return of premium amount.

**The Death Benefit in some early years of the policy may be higher than shown here if applicable law requires a higher Death Benefit. The preceding sentence does not apply to the LTC Benefit Balance.

The State Life Insurance Company

Asset-Care I Basic Life Insurance Illustration

Prepared for:

Valued Client

Sex: M P Age: 60

Class: Class I

State: CA

Valued Client

Sex: F P Age: 60

Joint Equal Age: 60

Initial Specified Amount: \$193,722

Contract Premium: \$83,773.14

It is assumed the premium will be paid no later than when the policy is issued.

Presented by:

Supplemental Illustration

Long-Term Care Benefits Continuation Rider, Form R501(CA)

Initial Rider Long-Term Care Monthly Benefit Limit: \$3,874

Description of Rider: The Long-Term Care Benefits Continuation Rider will pay long-term care benefits for the insured after long-term care payments under the Asset-Care policy are exhausted. Payment of the benefits under this rider are subject to the same terms and conditions as the Asset-Care policy. No death benefit is payable under this rider. Full return of premium is not applicable on this rider. The rider is noncancelable, meaning your premium cannot be increased and we can make no changes to the rider without your consent.

Optional Benefits: Inflation Protection and Nonforfeiture Benefit. For an additional premium, we will provide an inflation protection benefit which will increase your rider monthly benefit limit, compounded annually after the first policy year. Also for an additional premium, we will pay you a nonforfeiture benefit if you lapse this rider for nonpayment of premium. The rider monthly benefit will remain at the level you choose when you purchase the rider, but will be paid for a shorter period of time.

These optional benefits are not applicable to the base policy. Payment of these benefits is subject to the terms and conditions of the policy and this rider.

Effect of Base Policy on Rider Benefit: Any partial withdrawals taken from the base policy will reduce the rider monthly benefit limit, the rider long-term care benefit balance, and the rider premium.

Single Premium Without Nonforfeiture Benefit (Guaranteed)

Inflation Protection

	0%	3%	5%
50 Months Coverage	\$9,367.6	\$23,318.5	\$42,077.95
Lifetime Coverage	\$13,538.58	\$36,847.28	\$66,462.38

Guaranteed Annual Premiums Without Nonforfeiture Benefit

Inflation Protection

	0%	3%	5%
50 Months Coverage	\$503.77	\$1,244.06	\$2,239.06
Lifetime Coverage	\$735.17	\$2,015.76	\$3,577.87

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Valued Client

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Sex: F P Age: 60

Class: Class 1

State: CA

Joint Equal Age: 60

Initial Specified Amount: \$193,722

Contract Premium: \$83,773.14

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Presented by:

Supplemental Illustration

Long-Term Care Benefits Continuation Rider, Form R501(CA)

Initial Rider Long-Term Care Monthly Benefit Limit: \$3,874

Future Monthly Long-Term Care Benefit Payments Available

Based On 5% Inflation

YEAR	RIDER BENEFIT AMOUNT
10	\$6,010
20	\$9,789