



Life Insurance Company of the Southwest

Claims

TEL: 800 232-5246 • FAX: 802 229-7353

July 29, 2009

#BWNCDPH

CALHOUN GA 30701

Re: Your policy #
Accelerated Benefits for Critical Illness

Dear

We acknowledge receipt of your signed application for Election of Accelerated Benefits under the Critical Illness rider. In accordance with your application signed by you on July 20, 2009; your request for settlement under the full election option on your policy has been honored.

Enclosed please find our check for \$22,999.52, which represents the Accelerated Benefit Amount. The Accelerated Benefit amount is determined using the rates and values in effect on the date you sign the Application for Election of Accelerated Benefits.

This check represents the full settlement of your policy This contract is now terminated with no further value.

It was a pleasure being of service to you.

If you have any questions, please feel free to call me at the toll free number indicated.

Sincerely,

Senior Claims Examiner
Telephone Extension

Enclosure

cc: 358
Agent: Edward N Garcia



Life Insurance Company of the Southwest

Claims

TEL: 800 232-5246 • FAX: 802 229-7353

July 15, 2009

#BWNCDPH



CALHOUN GA 30701-4363

Re: Your Policy [redacted] / Accelerated Benefits for Critical Illness

Dear [redacted]

We have completed our review of your claim for benefits under the Accelerated Benefits Rider for Critical Illness.

An Accelerated Benefit can be elected under this rider only if the Insured experiences a Qualifying Event. Your qualifying event was Cancer.

Your medical records and your medical history has been reviewed by our company Medical Director. The medical director then assigns a mortality assessment dependent on the gravity of the critical illness: minor, moderate, severe and life threatening. Your medical history has been assessed as Moderate, please refer to the attached Illustration which shows an example of the Accelerated Benefit Amount under a full election and a 50% partial election. Other percentage options are available upon request.

As stated in this illustration "The actual values may change prior to election of Accelerated Benefits. The rates and values used in the computation of your Accelerated Benefits Amount will be those in effect on the date you sign the Application for Election of Accelerated Benefits."

If it is your desire to elect benefits please complete, indicate how much of the death benefit you wish to accelerate, sign, date and return the enclosed Application for Election of Accelerated Benefits.

Upon receipt of the fully executed application we will forward to you a check for the Accelerated Benefits Amount.

Under a full election there would be no further benefits due under this contract or any additional value. If you have any questions, please let us know.

Sincerely,



Senior Claims Examiner

Telephone Extension [redacted]

Enclosures

cc: #358 – Gerald L. Stratton / Agent: Edward N. Garcia

ILLUSTRATION AND DISCLOSURE STATEMENT
ACCELERATED BENEFITS RIDER 3

Policy Number:
Owner:
Insured:

Date: July 15, 2009

Accelerated Benefits are payments made to the Owner while the Insured is living in lieu of payment of all or a portion of the death benefit that would otherwise be paid at the Insured's death. The Owner must apply for the Accelerated Benefits and must show that the Insured has experienced a Qualifying Event covered under the rider.

The Owner may elect to accelerate all or a portion of the Insured's death benefit in force on the Election Date. The Company reserves the right to set a maximum death benefit that may be accelerated under this and any Accelerated Benefits Rider on the life of the Insured. This limit will be no less than \$500,000.

Accelerated Benefits are paid as a lump sum. The amount paid is calculated as the present value of the death benefit accelerated, less an adjustment for future premiums, and less an administrative fee. The benefit will first be used to pay a pro rata share of any outstanding debt to us. The benefit will never exceed the death benefit being accelerated. It will never be less than the cash surrender value, if any, that corresponds to the death benefit accelerated.

The Insured's death benefit in force will be reduced each time an Accelerated Benefit is paid. The reduction will equal the portion of the death benefit that is accelerated on the Election Date. The face amount, and any accumulated value, cash surrender value, and outstanding debt will also be reduced. Each of these will be reduced in the same proportion as the reduction in the death benefit. The premiums and charges for any remaining life coverage will be determined as if the contract had been originally issued at the reduced face amount.

We are furnishing this illustration to assist you, the Owner, in making an informed decision regarding acceleration of the Insured's death benefit under the policy. This illustration shows an example of how the Accelerated Benefits Amount is calculated and the impact that payment of this amount will have on your contract values.

The Accelerated Benefits Amount in the example is calculated based on the current Accelerated Benefits Interest Rate in effect and an assumed mortality table that we have set based on our assessment of the future expected mortality of the Insured. The example assumes that the Accelerated Benefits Amount will be paid because the Insured experienced the following Qualifying Event as defined in the rider:

Qualifying Event: Cancer Date of Occurrence: June 01, 2009

The actual values may change prior to your election of Accelerated Benefits. The rates and values used in the computation of your Accelerated Benefits Amount will be those in effect on the date you sign the Application for Election of Accelerated Benefits.

NOTE: RECEIPT OF ACCELERATED BENEFITS MAY ADVERSELY AFFECT THE RECIPIENT'S ELIGIBILITY FOR MEDICAID OR OTHER GOVERNMENT BENEFITS OR ENTITLEMENTS. IN ADDITION, RECEIPT OF ACCELERATED BENEFITS MAY BE A TAXABLE EVENT. PLEASE CONSULT YOUR PERSONAL TAX ADVISOR TO DETERMINE THE STATUS OF ANY BENEFITS PAID UNDER THIS RIDER.

ILLUSTRATION AND DISCLOSURE STATEMENT
ACCELERATED BENEFITS RIDER 3

The example shown below is based on the following assumptions:

- The Election Date is 07/21/2009
- The Owner elects to accelerate 100% of the Insured's Death Benefit in force on the Election Date
- The Accelerated Benefits Interest Rate in effect on the Election Date is 6.50%
- The Administrative Fee in effect on the Election Date is \$250.00

Contract Values Before Election of Accelerated Benefits on 07/21/2009:

Death Benefit	\$80,000.00
Accumulated Value	\$1,370.39
Outstanding Debt	\$0.00
Cash Surrender Value	\$0.00
Minimum Monthly Premium	\$133.06

Death Benefit Accelerated \$80,000.00

Calculation of Accelerated Benefits Amount as of 07/21/2009:

Present Value of the Death Benefit Accelerated	\$34,587.55
Minus Adjustment for Future Premiums	-\$11,338.01
Minus Administrative Fee	-\$250.00
Equals Accelerated Benefits Amount	= \$22,999.54

Calculation of Benefit Paid as of 07/21/2009:

(a) Accelerated Benefits Amount	\$22,999.54
(b) Pro-rata Repayment of Outstanding Debt	\$0.00
(c) Cash surrender value which corresponds to the death benefit being accelerated	\$0.00
Benefit Paid is equal to (a) minus (b) but not less (c)	= \$22,999.54

Contract Values After Election of Accelerated Benefits on 07/21/2009:

Death Benefit	\$0.00
Accumulated Value	\$0.00
Outstanding Debt	\$0.00
Cash Surrender Value	\$0.00
Minimum Monthly Premium	\$0.00

ILLUSTRATION AND DISCLOSURE STATEMENT
ACCELERATED BENEFITS RIDER 3

The example shown below is based on the following assumptions:

- The Election Date is 07/21/2009
- The Owner elects to accelerate 50% of the Insured's Death Benefit in force on the Election Date
- The Accelerated Benefits Interest Rate in effect on the Election Date is 6.50%
- The Administrative Fee in effect on the Election Date is \$250.00

Contract Values Before Election of Accelerated Benefits on 07/21/2009:

Death Benefit	\$80,000.00
Accumulated Value	\$1,370.39
Outstanding Debt	\$0.00
Cash Surrender Value	\$0.00
Minimum Monthly Premium	\$133.06

Death Benefit Accelerated \$40,000.00

Calculation of Accelerated Benefits Amount as of 07/21/2009:

Present Value of the Death Benefit Accelerated	\$17,293.77
Minus Adjustment for Future Premiums	-\$5,669.00
Minus Administrative Fee	-\$250.00
Equals Accelerated Benefits Amount	= \$11,374.77

Calculation of Benefit Paid as of 07/21/2009:

(a) Accelerated Benefits Amount	\$11,374.77
(b) Pro-rata Repayment of Outstanding Debt	\$0.00
(c) Cash surrender value which corresponds to the death benefit being accelerated	\$0.00
Benefit Paid is equal to (a) minus (b) but not less (c)	= \$11,374.77

Contract Values After Election of Accelerated Benefits on 07/21/2009:

Death Benefit	\$40,000.00
Accumulated Value	\$685.20
Outstanding Debt	\$0.00
Cash Surrender Value	\$0.00
Minimum Monthly Premium	\$69.86

Other items for your consideration:

If you are required by law to elect Accelerated Benefits to meet the claims of creditors, whether in bankruptcy or otherwise, Accelerated Benefits will not be available.

If you are required by a government agency to elect Accelerated Benefits to apply for, obtain, or keep a government benefit or entitlement, Accelerated Benefits will not be available.

LSW

Life Insurance Co. of the Southwest
Administrative Offices:
One National Life Drive
Montpelier, Vermont 05604

JPMorgan Chase Bank
Controlled Disbursements
P.O. Box 660197
Dallas, Texas 75266-0197

88-88
1113

Check No:

Date: 07/28/2009

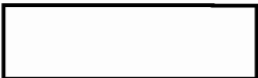
PAY 560JE

****\$22,999.52***

Twenty Two Thousand Nine Hundred Ninety Nine and 52/100 Dollars

NOT VALID UNLESS PRESENTED
FOR PAYMENT WITHIN
90 DAYS

To the
order of



CALHOUN GA 30701-4363
(899314831)



Payment is subject to the
terms of the contract
identified above

Robert C. Colth

5846J (2/99)

