

## LIFE INSURANCE POLICY

### POLICY TYPES:

- Term life: Coverage for specified period (10, 20, 30 years)
- Whole life: Lifetime coverage with cash value component
- Universal life: Flexible premiums and death benefits
- Variable life: Investment component with market-based returns

### DETERMINING FACTORS:

- Age and gender
- Health status and medical history
- Family medical history
- Lifestyle (smoking, high-risk activities)
- Occupation
- Driving record

### BENEFITS:

- Death benefit: Tax-free payment to beneficiaries
- Cash value (permanent policies): Grows tax-deferred
- Accelerated benefits: Early access for terminal illness
- Riders: Additional coverage options (disability, critical illness)

### APPLICATION PROCESS:

1. Choose policy type and coverage amount
2. Complete application
3. Medical examination (may be waived for simplified issue policies)
4. Underwriting review
5. Policy approval and delivery
6. Regular premium payments

### TAX ADVANTAGES:

- Tax-free death benefits
- Tax-deferred cash value growth
- Potential for tax-free policy loans