The Pacific Life Insurance Company policy, designated as P08TRM, is a legal agreement between the policyholder, Leland Stanford, and the insurer, providing a death benefit of $500,000 upon the death of the insured, Leland Stanford, a 35-year-old male classified as a standard nonsmoker. The policy remains effective until the insured reaches age 95, with initial premiums set at $36.00 monthly, subject to annual increases after the first year. It is a convertible and non-participating policy, meaning it does not share in the insurer's profits. A 20-day free look period allows the policyholder to return the policy for a full refund of premiums paid. Timely premium payments are essential to maintain the policy, which includes a 31-day grace period for late payments; failure to pay within this timeframe results in policy lapse and termination of coverage. Reinstatement is possible within five years of lapse, contingent upon a written application, proof of insurability, and payment of all past due premiums with interest. Death benefit proceeds will be disbursed within two months of receiving required documentation, including a certified death certificate and proof of the claimant's legal interest, with additional interest accruing at 10% annually if payment is delayed beyond 31 days.

The policy guarantees that premiums cannot be altered by the insurer, and the policyholder must ensure timely payments to maintain coverage. A premium waiver rider is included, ceasing coverage on May 1, 2038. The policy outlines definitions related to the administrative office, age, and risk class, which are critical for determining premiums and coverage. Termination of the policy occurs upon the earliest of several events, including the insured's death, the expiration date, conversion of the policy, lapse due to non-payment, successful contestation under the Incontestability provision, or a written request for termination. Upon termination, a pro-rata refund of any premium paid beyond the termination month will be issued. The policy allows for conversion to a new policy before the specified Conversion Period End Date without requiring evidence of insurability, except during total disability; a written application and the current policy must be submitted for conversion, with coverage terminating upon this action. The new policy's effective date aligns with the termination of the original policy, and the face amount cannot exceed that of the original policy, although a lesser amount may be selected. Income benefits can be chosen instead of a lump sum payment, with guaranteed minimum income options available, including fixed income and life income plans. The policy owner, as designated in the Policy Specifications, can change ownership through a written request, and beneficiaries named in the application can also be changed by written request; if multiple beneficiaries are designated, they will share the death benefit equally unless otherwise specified. The policy constitutes the entire contract, requiring written approval for any changes, and states that representations in the application are not warranties. It cannot be contested after two years unless there is a material misrepresentation. Additionally, the policy includes a suicide exclusion limiting death benefit proceeds to the sum of premiums paid if the insured dies by suicide within two years of the policy date, and adjustments will be made for any misstatements regarding the insured's sex or birth date. The insurer reserves the right to amend provisions to comply with applicable laws.