

The RiverSource® Variable Universal Life Insurance policy, issued by RiverSource Life Insurance Company, is structured to provide life insurance protection while potentially accumulating cash value. It offers a death benefit payable to the beneficiary upon the insured's death and allows premium allocation to a Fixed Account or various subaccounts that invest in underlying funds. Investments are not guaranteed and are subject to market risks, including potential loss of principal. A "free look" period of 10 days is provided for new investors to cancel the policy for a full refund of premiums paid, minus any indebtedness. Policyholders must understand the features, benefits, risks, and fees associated with the policy and are encouraged to consult a financial advisor. Accessing cash value through loans or surrenders may permanently reduce the policy's cash value and death benefit, with potential tax implications, especially if classified as a modified endowment contract (MEC). Various charges, including surrender charges and monthly deductions, can affect the overall value of the policy.

Maintaining the policy requires timely premium payments, with a grace period before lapsing. The policy includes conditions for changes in death benefit options, misstatements of age or sex, and exclusions such as suicide within the first two years. The policyholder can take policy loans, with minimum and maximum amounts specified, and repayments are required. Full or partial surrenders are allowed, with the Cash Surrender Value determined by the Policy Value minus any indebtedness and applicable surrender charges. The policy includes a Death Benefit Guarantee (DBG) to prevent lapsing before the insured reaches age 70 or after five years, contingent on meeting premium payment requirements. Premium payments must meet a minimum monthly amount to maintain the DBG, and the policy outlines conditions for termination, renewal, and maturity, with the maturity date set at the insured's attained insurance age of 100.

The policy is not suitable for short-term investment needs, as it may have little or no Cash Surrender Value in the early years, and partial surrenders are restricted during the first policy year. The policyholder must be aware that obligations exceeding the Variable Account's assets are subject to

RiverSource Life's claims-paying ability, and financial distress could impact the company's ability to meet obligations. The policy includes various fees, such as a maximum sales charge of 5% on premiums, premium taxes, and deferred sales charges applicable during the first ten years or after increasing the Specified Amount. Interest rates on loans are guaranteed at 6.1% for all policy years, with specific conditions for policies purchased before and after May 1, 1993. The policy also includes features like automated transfers and asset rebalancing to assist in managing investments.

The policy allows for automatic monthly transfers between accounts and includes provisions for optional riders, such as the Accelerated Benefit Rider for Terminal Illness and the Accidental Death Benefit. The policyholder can change the death benefit option once per year without additional evidence of insurability, and increases or decreases in the Specified Amount may require evidence of insurability. The policy outlines specific procedures for requesting transfers, loans, or partial surrenders, requiring necessary documentation to avoid mandatory income tax withholding on taxable distributions.

The policy also addresses tax implications, including the treatment of interest on policy loans and the classification of the policy as a MEC, which has specific tax treatments. The policyholder is advised to consult tax advisors regarding ownership and beneficiary designations, as these can impact tax liabilities. The policy includes provisions for split dollar arrangements and employer-owned life insurance contracts, with specific tax implications outlined. RiverSource Distributors, Inc. serves as the principal underwriter and distributor of the policy, and the document emphasizes the importance of keeping beneficiary information current to avoid unclaimed property issues. Overall, the RiverSource Variable Universal Life Insurance policy is designed as a long-term investment with a death benefit, requiring careful consideration and management by the policyholder.