



WAIT AND SEE PLAN

SPOUSE POLICY PURCHASE OPTION (SPPO)



JOHN

\$1,000,000 Life Insurance Policy

AT DEATH →



MARY

Receives \$1,000,000 Death Benefit
(Usually not subject to income taxation)

OPTION A**
Less Estate Taxes

OPTION B**
Life Insurance Trust
to Pay Estate Taxes

Under Option B:
Upon the insured's death, spouse
receives a SPPO. This policy can
be issued to an Irrevocable Trust*



CHILDREN

COMMON DISASTER COVERAGE

If the spouse dies within 30 days after the insured,
SPPO rider is assumed to be exercised.
Estate receives initial death benefit,

— Plus —

the maximum amount of SPPO insurance
available minus the premium. If both spouses
have base policies, the SPPO benefit is paid on

Both Policies.

Tim C. FitzGerald, MSFS, AEP, AR Insurance Lic. # 33049, David Q. Kendrick, LUTCF, AR Insurance Lic. # 262928 and Jerry H. Lorey, LUTCF, AR Insurance Lic. # 293057 * The SPPO rider gives the person who is the Insured's spouse, at the time of the Insured's death, the right to purchase, without proof of insurability, a level amount of new paidup life insurance on his or her own life. This rider must be in effect at the time of the Insured's death. The Insured's spouse must also be living when the Insured dies, and must be a beneficiary to whom all or part of the life insurance proceeds will be payable in one sum. A third party election endorsement is available which permits the designated owner/beneficiary (which may be a trust), with the necessary insurable interest and with the consent of the surviving spouse, to purchase a paidup life insurance policy on the life of the Insured's spouse. The Insured's spouse (or the third party) can apply for the new paidup life insurance before the Company has paid the life insurance proceeds under the policy. However, the spouse (or third party) must apply within the 90 days after the Insured's death. This is our understanding of the generally applicable rules. Please understand New York Life, its agents or employees may not give legal or tax advice. We recommend everyone seek and rely upon the advice of his or her own professional advisors. The SPPO rider may not be available in all policies and it is not available in New York. ** This example is hypothetical and intended for illustrative purposes only and is not indicative of the actual performance of any particular product. TFG Financial, LLC is not owned or operated by New York Life Insurance Company or its affiliates.