



Introducing: Premium Deposit Agreement

North American is excited to introduce a new Premium Deposit Agreement (PDA) for most single life Indexed Universal Life products. The new feature allows the policyowner to submit a lump sum for the purpose of funding automatic future annual premium payments on the policy. The PDA will be available with applications dated on or after September 24, 2018.

Highlights & features

- Current interest rate of 3.25% (subject to change in the future)
- No cost to establish or maintain a PDA
- Attractive holding account for funds intended to automatically pay future premiums
- Can help prevent a Modified Endowment Contract (MEC)
- Overcomes annual premium limits by accepting up to 10x the annual premium
- Early withdrawal of PDA deposits is allowed, but no interest is credited to such deposits (state variations may exist)
- PDA is only available in conjunction with a new policy issue

Availability

- **Products:** PDA will be available on all single life Indexed Universal Life products with the exception of Legacy Optimizer.
- **Policies:** Available on any applications dated on or after September 24, 2018. Existing policies still in New Business that want PDA will require a new application dated September 24, 2018 or later. Policies placed in force prior to the PDA implementation date will not be allowed to add the feature.
- **States:** All states except: Alaska, Illinois, Kansas, New Hampshire, Oregon, and Pennsylvania.
- **Software:**
 - **SimpleSubmit[®]:** PDA will be available effective September 24, 2018
 - **Web-based illustrations:** PDA will be available effective September 24, 2018
 - **North American Company Illustration Software (NACIS):** PDA will not be added.

Required forms

You can find the required Premium Deposit Agreement Election Form O-2932 on Forms Factory on the North American Company website.

Funding

- It is recommended that PDA funds be collected upon delivery
- It is recommended that the initial premium payment and the PDA funds are collected in two separate checks, although one check is acceptable

More information

For further information on this new feature, please contact Sales Development at 800-800-3656 ext. 10411 or SalesSupport@nacolah.com.



Indexed Universal Life products are not an investment in the "market" or in the applicable index and are subject to all policy fees and charges normally associated with most universal life insurance.

Legacy Optimizer is issued on policy form series LS180 and Premium Deposit Agreement is issued on form series LR509 by North American Company for Life and Health Insurance, Administrative Office, Sioux Falls, SD 57193. Products, features, riders, endorsements, or issue ages may not be available in all jurisdictions. Limitations and restrictions may apply.