

Group Life Insurance

Features of the Plan

The plan provides members with term life insurance protection in the amount you select, from \$10,000 to \$500,000, in \$10,000 increments. This group coverage is available to you as a member of the State Bar of South Dakota. Administrative costs for group coverage are low, so you can save in premium costs and enjoy the benefits of the plan. This product is provided by ReliaStar Life Insurance Company.

Spouse, Child and Employee Coverage

Spouses can apply for coverage amounts of \$10,000 to \$300,000 in \$10,000 increments. A spouse can apply for their own coverage even if the member does not. Employees can apply for up to \$500,000 in \$10,000 increments.

Coverage up to \$10,000 (in \$2,000 increments) is also available for your children, at a semi-annual rate of \$3.60 per \$2,000. One premium covers all eligible children, ages 6 months to 19 years, or to age 25 if a full-time student. For children from age 14 days to 6 months, coverage level is 4500, regardless of the amount you have selected.

Eligibility for this Plan

SBSD members under age 70 are eligible to apply for coverage. Your spouse is eligible to apply for coverage to age 70 if you are an association member and your spouse is able to conduct the normal activities of a person of like age and gender, and is in good health.

Employees working for a member at least 20 hours per week are eligible to apply for coverage.

Whole Life Policy Conversion Option

If you, your family or your employees later become ineligible for this group coverage, conversion to a whole life policy is allowed, without proof of good health.

Continuous Coverage

Coverage may be continued as long as you pay premiums when due. For members and spouses, coverage reduces to 50% at age 65 and terminates at age 70. Employees' coverage reduces to 50% at age 70 and terminates at retirement.

Coverage is subject to renewal by the policyholder and timely premium payment.

Protection for Accidental Death and Dismemberment (AD&D)

The unexpected financial "shock" of an accident can be devastating to a family. That's why this plan offers a special accident safeguard. The accidental death and dismemberment benefit (AD&D) option pays your beneficiary double the value of your coverage if you die in a covered accident, to a maximum of \$250,000. AD&D is available for member, spouse, and employee.

In addition, if you are dismembered or lose your sight in a covered accident, you will receive a portion of your coverage, depending on the accident's severity. AD&D

coverage costs \$2.10 per \$10,000 semi-annually. To take advantage of this offer, simply check the box on the application form.

Additional Benefits

Guaranteed Issue

New members/employees who apply for coverage within 60 days of becoming members may enroll for \$50,000 of coverage for themselves and up to \$10,000 of coverage for dependent children, without evidence of good health.

A Pay-Out Option During Your Lifetime

If you are terminally ill and have a life expectancy of six months or less, you can receive a portion of your death benefit before dying. You can receive a payment of up to 50% of your coverage, to a maximum of \$50,000. All remaining insurance benefits will be paid to your beneficiary when you die.

Ownership Transfer Available

The provisions of this group policy allow you to transfer ownership of coverage to your spouse, business partner, professional corporation or a trust. Transfer of ownership could result in a tax advantage for you. Contact your tax advisor for details.

Semi-Annual Non-Tobacco User Rates

Member and Employee Rates					Spouse Rates	
Age	\$50,000	\$100,000	\$250,000	\$500,000	\$100,000	\$300,000
Under 20	\$16.80	\$33.60	\$84.00	\$168.00	\$30.66	\$91.98
20 to 24	\$19.74	\$39.48	\$98.70	\$197.40	\$35.28	\$105.84
25 to 29	\$21.00	\$42.00	\$105.00	\$210.00	\$38.22	\$114.66
30 to 34	\$23.94	\$47.88	\$119.70	\$239.40	\$46.20	\$138.60
35 to 39	\$29.40	\$58.80	\$147.00	\$294.00	\$53.76	\$161.28
40 to 44	\$43.26	\$86.52	\$216.30	\$432.60	\$79.38	\$238.14
45 to 49	\$69.09	\$138.18	\$345.45	\$690.90	\$121.38	\$364.14
50 to 54	\$115.71	\$231.42	\$578.55	\$1,157.10	\$210.00	\$630.00
55 to 59	\$172.20	\$344.40	\$861.00	\$1,722.00	\$300.30	\$900.90
60 to 64	\$294.42	\$588.84	\$1,472.10	\$2,944.20	\$489.72	\$1469.16
65 and over	\$421.47	\$842.94	\$2,107.35	\$4,214.70	\$692.16	\$2076.48

- Contact Hagan Benefits, the plan administrator for tobacco-user rates.
- Premiums are based on your age and increase as you enter a new age bracket. Your age is your age on the plan anniversary date. Rates shown are guaranteed for the first year of coverage only.
- Member and spouse coverage reduces to 50% at age 65 and terminates at age 70. Employees coverage reduces to 50% at age 70 and terminates at retirement.
- This plan and rates are effective 4-1-2003.

How to Apply

1. Complete the entire application form, and return to the administrator:
Hagan Benefits, Inc.

PO Box 5090
Sioux Falls SD 57117

2. Use a separate form for your spouse and employees
3. Contact the plan administrator for additional forms, if necessary

Exclusions

The only death claims against your group term life policy to be denied will be for misrepresentation on your application, or death by suicide within the first two years of coverage. Please read your insurance certificate for details. For information on termination of coverage, also consult your certificate.