

Before you make a decision about **Payment Protection** consider these statistics:*



A MEDICALLY CONSULTED INJURY AFFECTS A PERSON EVERY SECOND.



MORE THAN 80% OF MEDICALLY CONSULTED INJURIES SUFFERED BY AMERICAN WORKERS OCCUR OFF THE JOB.



*Information provided by the Bureau of Labor Statistics, the National Safety Council, and 2021 Insurance Barometer Study, LIMRA



Administrator:

Claims:
paymentprotectionclaims@swbc.com
1.800.527.0066 ext 17205

Program Information:
payprotectsales@swbc.com
1.800.527.0066



Debt Cancellation

Providing you peace of mind by managing your protected loan when a covered event occurs.

Prepare for the unexpected

DEBT CANCELLATION PROVIDES MANY BENEFITS FOR BORROWERS IN THE EVENT OF:

- Death
- Disability
- Hospitalization
- Involuntary Unemployment
- Terminal Illness

What can Debt Cancellation do for you?

PROTECTS YOU AND YOUR FAMILY BY:

- Covering your loan payments during disability, loss of a job, hospitalization, or other major disruptions
- Safeguarding your credit rating
- Preventing late fees and delinquency

Common misconceptions about Debt Cancellation:

I ALREADY HAVE LIFE INSURANCE—Americans are underinsured. Most experts recommend a policy that **pays 10 times your annual salary.**** Wouldn't you want those proceeds to go to your family and not to pay your debt?

I HAVE DISABILITY COVERAGE THROUGH WORK—Most work plans typically **only cover 60% of your current salary.** Can you live and pay your bills off 60% of what you are making today?

28% OF BENEFICIARIES say their household would face financial hardship within one month should the primary income earner die unexpectedly.*

**Forbes. January 18, 2023. <https://www.forbes.com/advisor/life-insurance/how-much-life-insurance-do-you-really-need/>

Benefit Definitions

Life

Upon the death of the Borrower, this benefit will pay off the outstanding balance up to the Maximum Total Benefit. Life benefit also includes Terminal Illness, Hospitalization, and Graded Life Benefit.

Terminal Illness

The outstanding balance of the loan will be paid, up to the Maximum Total Benefit, if the Borrower's doctor states the Borrower has less than 6 months to live.

Hospitalization

An additional Life benefit that provides up to 3 monthly payments in the event that the Borrower is hospitalized for at least 2 days.

Disability

Monthly payments will be made for the Borrower in the event of a disability for as long as the Borrower is disabled up to the Maximum Total Benefit.

Involuntary Unemployment (IU)

Monthly payments will be made for the Borrower in the event of involuntary unemployment, for a maximum of 6 payments, during the life of the loan. Involuntary Unemployment also applies to the honorable discharge from military service.

Whole Monthly Benefit

A full monthly benefit will be paid on a payable Disability or Involuntary Unemployment claim, even if the Borrower is out for just one day of the month.

Debt Cancellation—Eligibility and Definitions



	OPTION 1	OPTION 2	OPTION 3	OPTION 4
Rates per \$1,000 of Outstanding Loan Balance	\$0.57 Single \$0.98 Joint	\$2.37 Single \$4.30 Joint	\$3.89 Single \$5.66 Joint	\$2.09 Single \$2.34 Joint
Max Eligibility Age	Under 72	Under 72	Under 72	Under 72
Termination Age	Graded Life Benefit: @ Age 72	Graded Life Benefit: @ Age 72 Disability: 72 nd Birthday	Graded Life Benefit: @ Age 72 Disability & IU: 72 nd Birthday	Graded Life Benefit: @ Age 72 IU: 72 nd Birthday
Max Protected Term	Consumer Loans: 180 Months Credit Card & Lines of Credit: Unlimited	Consumer Loans: 180 Months Credit Card & Lines of Credit: Unlimited	Consumer Loans: 180 Months Credit Card & Lines of Credit: Unlimited	Consumer Loans: 180 Months Credit Card & Lines of Credit: Unlimited
Max Monthly Benefit	\$1,100*	\$1,100	\$1,100	\$1,100
Max Total Benefit	Life: \$100,000	Life & Disability: \$100,000	Life & Disability: \$100,000 IU: \$6,600	Life: \$100,000 IU: \$6,600

Pre-existing conditions may apply and are defined as medical conditions for which the Borrower received medical consultation, diagnosis, or treatment (including prescription medications) within six (6) months prior to the Coverage Effective Date or the date of any later advance, with a loss occurring within six (6) months following the Coverage Effective Date or the date of any later advance.

Please refer to the loan addendum for all specifics.

Benefits

OPTION 1

- ✓ Life Enhanced, All Cause Full Term
- X Disability, All Cause Full Term
- X Involuntary Unemployment (IU), Critical Period (6 Total)

OPTION 2

- ✓ Life Enhanced, All Cause Full Term
- ✓ Disability, All Cause Full Term
- X Involuntary Unemployment (IU), Critical Period (6 Total)

OPTION 3

- ✓ Life Enhanced, All Cause Full Term
- ✓ Disability, All Cause Full Term
- ✓ Involuntary Unemployment (IU), Critical Period (6 Total)

OPTION 4

- ✓ Life Enhanced, All Cause Full Term
- X Disability, All Cause Full Term
- ✓ Involuntary Unemployment (IU), Critical Period (6 Total)

Graded Life Benefit

After the Borrower's 72nd Birthday, the benefit is 25% of the Borrower's outstanding balance, up to a maximum of \$25,000.

Vesting Period

Involuntary Unemployment has a waiting period of 90 days after the effective date of the loan and after each advance before the benefit may be activated.

*Hospitalization monthly benefit