

ULTIMATE



A Universal Life Insurance plan with flexible premiums and adjustable benefits, which allows you to accumulate funds at a competitive interest rate in a secure environment.

Policy Form 01-2061IE

Consumer Brochure

NATIONAL WESTERN LIFE INSURANCE COMPANY



ULTIMATE

National Western Life Insurance Company created Ultimate to address many of the financial concerns families face in the new millennium. As times change, needs are changing and traditional forms of insurance are being enhanced by benefits that provide solutions to many of today's problems.

Ultimate can provide comprehensive and very affordable financial security for any stage of life. Designed for singles, young families, families with no children, business executives, business partners or retirees, Ultimate can provide you, your family, or business with security, while providing for your financial needs in the future.

No amount of planning can change yesterday, but you can plan today for tomorrow's financial needs.

Ultimate is a unique insurance product that can create an estate when you need it, offering flexible premiums during your lifetime until the maturity date.

Ultimate can provide funds:

- to pay estate taxes and funeral costs;
- to repay loans, debts, and other obligations;
- for the living expenses of the family;
- for college education during the life of the Insured or after death;
- to equalize inheritances;
- for a business at the death of a key employee;
- for the orderly transfer of a business at death; and
- for retirement needs.

Flexible Premiums

You may adjust the timing or amounts of premium payments as long as they equal the minimum amount as required by your policy.

No Lapse Guarantee

During the number of Policy Years of the No Lapse Guarantee Period, the policy will not terminate if on each Monthly Anniversary the sum of premiums paid is equal to or exceeds 1 plus 2, where:

1. Is the sum of the minimum monthly continuation premium in effect at the beginning of each Monthly Anniversary, starting with the Policy Date and ending with the current Monthly Anniversary; and
2. Is the sum of all existing loans, loan interest, partial surrenders, and partial surrender charges.

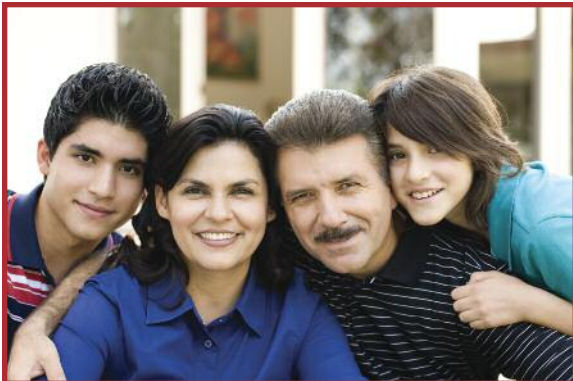
No Lapse Period

Issue Ages 18 to 54 - Age 75.

Issue Ages 55 to 75 - 20 Policy Years.

Adjustable Benefits

You can modify the face amount or the benefits of your policy after the first Policy Year. NWL® will require additional premium and proof of insurability for increases in coverage or additional benefits.



Living Benefit Rider (Policy Form 01-3111IE)

One of the problems people face today is being diagnosed with a terminal medical condition and not having sufficient funds to organize their financial affairs and maintain a comfortable standard of living.

National Western Life gives you a solution to that problem by adding the Living Benefit Rider to your base Ultimate policy at no additional cost. This rider is designed to provide an advance payment of a portion of your Death Benefit if you are diagnosed with a terminal illness (as defined in the rider) that will result in death within a year from the date of certification. The benefit you are entitled to receive is the lesser of \$250,000 or 60% of the face amount of your policy, less policy loans and loan interest, an interest charge, and a claims processing fee. A maximum benefit advance of \$250,000 is paid including all Living Benefit Riders in force with National Western Life.

Additional Benefits

Available on an optional basis for an additional premium:

- **Term Insurance on the primary Insured** (01-3122IE-08). Provides for additional life insurance for you. Issues ages 0-75.
- **Term Insurance for Other Insured** (01-3110IE-08). Provides for life insurance coverage for family members or business associates. Issues ages 0-75.
- **Waiver of Insurance Costs** (01-3085IE). Allows the policy to continue in force during a period of permanent disability of the Insured. Issues ages 18-55.
- **Accidental Death Benefit** (01-3045I(Rev.06/01)). Provides for the payment of an additional amount in case of accidental death of the Insured. Issue Ages 18-60.
- **Accidental Death and Dismemberment Benefit** (01-3067I(Rev.06/01)). Provides for the payment of an additional amount in case of accidental death or dismemberment of the Insured. Issue Ages 18-60.

- **Beneficiary Accidental Death Benefit** (01-3054I). Provides for the payment of the contracted amount in case of accidental death of the beneficiary. Issue Ages 18-60.
- **Critical Illness Benefit** (01-3084IE(Rev.11/01)). Provides for the policyowner to access up to 25% or 50% of available life insurance benefits of \$75,000 to \$250,000 for one of the following: Heart Attack, Coronary Artery Bypass, Stroke, Life-Threatening Cancer, Kidney Failure, Major Organ Transplant, or Accidentally caused Paraplegia, Dismemberment, or Blindness. Issue Ages 18-65.

Ask your agent for details and costs of these additional benefits. Certain limitations, restrictions, and exclusions may apply. Be sure to read your policy carefully.

Cost of Insurance

The cost of insurance is an expense we deduct each month from the Account Balance. The cost of insurance is charged on an attained age and Male/Female basis. The cost of insurance is subject to change at our discretion. The rate classes available are:

- Juvenile
- Non-Tobacco User
- Tobacco User

All non-tobacco and tobacco classes may be rated if the health, occupation, sports avocation, or other industry underwriting standard requires a rating. National Western Life will offer sub-standard ratings up to a table 16. The cost of insurance is increased 25% per table.

Account Balance

The Account Balance is the accumulation with interest of Net Premiums paid, less the Monthly Deductions. Net Premium means the amount of each premium left after deducting the Percent of Premium Charge. The Account Balance is reduced by any partial surrenders and partial surrender charges. The Cash Value is equal to the Account Balance less any policy loans and loan interest and less the surrender charge, if any.

Ultimate can provide you, your family, or business with security, while providing for your financial needs in the future.

Interest Rate

The guaranteed monthly interest rate used in calculating the Account Balance is .2466% per month, compounded monthly. This is equivalent to a guaranteed annual interest rate of 3.0% compounded annually. We may use interest rates greater than the guaranteed rate to calculate the Account Balance. We may apply a different rate of interest to that portion of the Account Balance, if any, which equals any outstanding loans and loan interest. However, the annual rate applied will never be less than 3.0%.

Maximum Percent of Premium Charge

7% of each premium paid for all years.

Guaranteed Maximum Monthly Administration Charge

\$9.00 per month.

Policyholder Advantages

- Living Benefit Rider at no additional cost.
- Coverage is world wide.
- Policy reserves are maintained in accordance with United States law.
- It provides protection from unstable governments.
- Financial stability of currency.
- Conservative investment practices, with more than 89% of bond investments being in Class 1 and Class 2 bonds.
- Earnings are reinvested in the Company for greater financial strength.

Financial Needs Analysis

Each of our families faces cash needs at the time of our death. While there are several ways of saving for this contingency, life insurance is the only real solution to long-term financial needs. Life insurance is the only way to be certain that funds will be there at the time they are needed.

Which of these cash needs should you consider

	Client	Spouse
<input type="checkbox"/> Final Expenses.....Amount required: medical, funeral, burial costs	\$ _____	\$ _____
<input type="checkbox"/> Emergency Fund.....Amount required: money for unexpected expenses	\$ _____	\$ _____
<input type="checkbox"/> EducationAmount required: funds for your children's education	\$ _____	\$ _____
<input type="checkbox"/> Mortgage & Debt LiquidationAmount required: paying off the mortgage on your home and other financial obligations	\$ _____	\$ _____
<input type="checkbox"/> Estate Settlement.....Amount required: all costs associated with the transfer of assets to your heirs	\$ _____	\$ _____
<input type="checkbox"/> Other NeedsAmount required:	\$ _____	\$ _____
Less existing coverage:	\$ _____	\$ _____
Additional coverage required:	\$ _____	\$ _____

Monthly Income Needed

How much income is needed for your family in the event of an untimely death? Total monthly living expenses, including mortgage payments, (if not listed above) should be considered.

\$ _____ per month for 10 years at client's death
 \$ _____ per month for 10 years at spouse's death



- One of the most respected companies of the international market.
- Dedication and continuity in the international market. We have never stopped accepting applications from a country.
- More than 41 years providing life insurance in the international market.
- Company has consistently ranked among the top 10% of life insurance companies in the United States, when classified by assets.
- Financial stability of the Company.
- Bilingual personnel in the International Marketing, Policy Owner Service, Underwriting, and Premium Accounting Departments.

Limitations and Exclusions

- Death Benefits are not payable if the Insured commits suicide during the first three years of the policy.
- The Company may not contest the policy after it has been in force during the lifetime of the Insured for two years except for (1) fraud, or (2) for rider provisions relating to disability benefits and additional benefits in the event of accidental death.



- The Company has a right to delay payment of cash surrenders or policy loans for up to six months.
- If the age or sex of the Insured has been misstated, benefits will be what would be purchased by the most recent monthly cost of insurance at the correct age and sex.
- Two Death Benefit Options are available. Changes may require evidence of insurability.
- Face amount increases and/or decreases are limited to certain conditions and restrictions and may require evidence of insurability.
- Policy loans are subject to certain conditions and restrictions and may lead to a lapse of the policy if interest is not paid when due.

This brochure summarizes certain benefits and restrictions of the Ultimate policy from National Western Life. Consult the Ultimate policy (form 01-2061IE) for complete details.

About the Company

National Western Life Insurance Company is a Colorado corporation with executive offices in Austin, Texas. The Company offers a full line of life insurance and annuity products (both on an individual and group basis), through general agency offices in 49 states and the District of Columbia, and accepts applications from citizens of several foreign countries.

Since its start in 1956, National Western has emphasized financial strength for the protection of its policyholders. As a legal reserve insurance company, National Western must set aside a portion of its assets equal to reserves required by law. Annually, a financial statement is filed with each state's insurance department. Through reviews and in-depth audits, these departments verify that the appropriate reserves are maintained.