

CalVet Home Loans Group Life Insurance

Home Loan Protection Program For CalVet Mortgage Contractholders
Group Life Insurance – Plan 4, Class 6a and 6b



Standard Insurance Company





Table Of Contents

Plan Ahead To Help Protect Your Family's Home	3
Eligibility, Terms and Exclusions	4
Administration and Billing	4
Monthly Rate Table	5
How to Estimate Your Premium	6
Sample Premium Calculation	6
Frequently Asked Questions	7
About The Standard	8

This booklet provides a brief description of benefits and answers to common questions about the Life insurance options available to you from Standard Insurance Company. If you have additional questions or would like a cost estimate, please call The Standard's CalVet Customer Service Team toll-free at 866.825.5796 between 8 a.m. and 5 p.m. Pacific Time, Monday – Friday.



Plan Ahead To Help Protect Your Family's Home

As a veteran, you're trained to protect others. Take a few minutes now to help protect one of your biggest investments – your home. The right homeowners' insurance is essential. But it's equally important to plan ahead to cover your mortgage loan balance.

It's not easy to think about, but if you or your spouse suddenly died, your family could face unpaid bills, childcare and other expenses to maintain their current lifestyle. The last thing they need to worry about is covering your mortgage loan balance. Even if you have life insurance, it may be needed for other expenses.

Life Insurance Designed To Pay Off Your Mortgage Loan Balance

Your CalVet loan offers a Home Loan Protection Program, underwritten by Standard Insurance Company, to provide an extra financial cushion for you and your family. Under this Life insurance plan, subject to the terms of the group policy, the balance of your home loan is paid off if the covered person dies while insured.¹

You and/or your spouse have an opportunity to apply for this Life insurance at competitive group rates (applicant(s) must be under age 62). Coverage ends at age 70.

You have the opportunity to take advantage of the Life insurance program offered by CalVet and underwritten by Standard Insurance Company to help protect your home.

¹ Important: This is a brief outline for Plan 4, Class 6a and 6b, effective Feb. 1, 2013, and is not intended to provide a detailed description of the coverage. The controlling provisions, including exclusions and limitations, are in Standard Insurance Company's group policy. This outline does not modify that document or the insurance in any way. If you become insured, you will receive a group insurance certificate containing a detailed description of the insurance coverage.



No Disqualification For Your Military Disability

To qualify, you and your spouse, if applicable, will need to submit a Medical History Statement and be approved. However, the evaluation of health status for you and your spouse for the purposes of this plan will not include any health conditions arising from a qualified military service-connected disability. That could help you obtain coverage or rates you couldn't get elsewhere.

Advantages You Can Trust

- Your insurance premium will be included in your monthly mortgage payment, so there's no separate bill to pay.
- Our easy application process usually requires you to complete only one form.
- You'll enjoy peace of mind knowing you're insured with The Standard, a financially sound and nationally recognized industry provider.
- Both CalVet Home Loans and The Standard are committed to providing you with the superior customer service and consideration you deserve as a veteran.

Eligibility, Terms And Suicide Exclusion

You and your spouse, if applicable, must be under age 62 to be eligible to apply for the insurance under this plan. All insurance is subject to the approval of Medical History Statement(s) for you and your spouse. Additional terms, including a suicide exclusion and coverage termination at age 70, apply to each insured.

Coverage begins the first of the month following the approval of your or your spouse's application. Following approval of coverage, you or your spouse will receive a confirmation letter plus a certificate containing complete details of coverage.

Administration and Billing

Any applicable insurance premiums will appear as part of your monthly loan installment on your CalVet billing statement. There is no need to write a separate check. Please do not send a check directly to The Standard.

Monthly Rate Table

Standard Insurance Company CalVet Home Loans Life Insurance Plan			
Contractholder Age as of Feb. 1	I Contractholder Life Rate (Regular)	Spouse Age as of Feb. 1	II Spouse Life Rate
<35	\$.09	<35	\$.09
35	\$.09	35	\$.09
36	\$.10	36	\$.10
37	\$.11	37	\$.11
38	\$.12	38	\$.12
39	\$.13	39	\$.13
40	\$.15	40	\$.15
41	\$.18	41	\$.18
42	\$.19	42	\$.19
43	\$.20	43	\$.20
44	\$.22	44	\$.22
45	\$.25	45	\$.25
46	\$.28	46	\$.28
47	\$.29	47	\$.29
48	\$.30	48	\$.30
49	\$.32	49	\$.32
50	\$.32	50	\$.32
51	\$.32	51	\$.32
52	\$.32	52	\$.32
53	\$.34	53	\$.34
54	\$.35	54	\$.35
55	\$.39	55	\$.39
56	\$.42	56	\$.42
57	\$.45	57	\$.45
58	\$.48	58	\$.48
59	\$.52	59	\$.52
60	\$.61	60	\$.61
61	\$.72	61	\$.72
62*	\$.83	62*	\$.83
63	\$.94	63	\$.94
64	\$ 1.05	64	\$ 1.05
65	\$ 1.10	65	\$ 1.10
66	\$ 1.21	66	\$ 1.21
67	\$ 1.32	67	\$ 1.32
68	\$ 1.43	68	\$ 1.43
69	\$ 1.54	69	\$ 1.54
70+**	not available	70+**	not available

* Individuals age 62 or older are not eligible to apply for new coverage.

** Coverage terminates when the insured person reaches age 70.

Worksheet: How To Estimate Your Monthly Insurance Premium

A. Contractholder Life Monthly Premium:

On the rate chart, locate your age as of the Feb. 1 preceding your effective date of coverage. Enter the life insurance rate shown in column I. For example, if your coverage will be effective on Nov. 1, 2013, and your 50th birthday will be on Feb. 1, 2014, enter the age 49 life rate. Enter your unpaid loan amount and then divide by 1,000.

$$\begin{array}{rclclcl} \underline{\hspace{2cm}} & \times & \underline{\hspace{2cm}} & \div 1,000 & = & \$ \underline{\hspace{2cm}} \\ \text{Life insurance rate} & & \text{Unpaid loan amount} & & & \text{Monthly Life premium} \end{array}$$

B. Spouse Life Monthly Premium:

Locate your spouse's age as of the Feb. 1 preceding your spouse's effective date of coverage and enter the Spouse Life rate located in column II. Multiply by the amount of your unpaid loan amount and then divide by 1,000.

$$\begin{array}{rclclcl} \underline{\hspace{2cm}} & \times & \underline{\hspace{2cm}} & \div 1,000 & = & \$ \underline{\hspace{2cm}} \\ \text{Spouse Life rate} & & \text{Unpaid loan amount} & & & \text{Monthly Spouse Life premium} \end{array}$$

C. Total Monthly Premium:

Add applicable premiums above. The sum will be your total monthly premium, should you and your spouse both qualify for coverage.

$$\begin{array}{rclclcl} \underline{\hspace{2cm}} & + & \underline{\hspace{2cm}} & & = & \$ \underline{\hspace{2cm}} \\ \text{Monthly Contractholder} & & \text{Monthly Spouse} & & & \text{Total monthly premium} \\ \text{Life premium} & & \text{Life premium} & & & \end{array}$$

Sample Premium Calculation

Frank and Mary Smith have qualified for a 30-year CalVet loan of \$150,000. Frank, 48 years old, is the Contractholder. Frank plans to apply for Life insurance. Mary, age 44, will apply for Spouse Life insurance.

Sample Premium Calculation

A. Estimated Contractholder Life Monthly Premium

$$\begin{array}{rclclcl} \underline{\$30} & \times & \underline{\$150,000} & \div 1,000 & = & \underline{\$45.00} \\ \text{Life insurance rate} & & \text{Unpaid loan amount} & & & \text{Monthly Life premium} \end{array}$$

B. Estimated Spouse Life Monthly Premium:

$$\begin{array}{rclclcl} \underline{\$22} & \times & \underline{\$150,000} & \div 1,000 & = & \underline{\$33.00} \\ \text{Spouse Life rate} & & \text{Unpaid loan amount} & & & \text{Monthly Spouse Life premium} \end{array}$$

C. Estimated Total Monthly Premium:

$$\begin{array}{rclclcl} \underline{\$45.00} & + & \underline{\$33.00} & & = & \underline{\$78.00} \\ \text{Monthly Contractholder} & & \text{Monthly Spouse} & & & \text{Total monthly premium} \\ \text{Life premium} & & \text{Life premium} & & & \end{array}$$

Frequently Asked Questions

We've provided answers to questions that Contractholders frequently have concerning the coverages that are available to them. If you have additional questions, please call the CalVet Customer Service Team at 866.825.5796 between 8 a.m. and 5 p.m. Pacific Time, Monday through Friday.

Q: Who can apply for coverage?

A: Life insurance: If you are a CalVet Contractholder and under age 62, you are eligible to apply. Approval is subject to a review of your health.

B. Spouse Life insurance: Your spouse may apply for Spouse Life insurance if he/she is under age 62. Approval is subject to a review of your spouse's health status.

Q: How do I apply?

Please complete the enclosed Medical History Statement. Return the completed Medical History Statement to Standard Insurance Company's CalVet Team using the enclosed envelope. To estimate your premiums, refer to the rate chart and worksheet in this booklet. Each year, The Standard will recalculate your premiums based on your age and current loan balance.

Q. Is a military service-connected disability considered when evaluating evidence of insurability?

A qualifying military service-connected disability will not be considered when evaluating a Contractholder's or spouse's evidence of insurability, as required under Section 987.88, Article 3.1 of the Veterans' Farm and Home Purchase Act of 1974.

Q: My spouse and I aren't interested in purchasing Spouse Life insurance right now. Can we purchase it later?

Yes. If under age 62, your spouse can apply for Spouse Life coverage at a later date, subject to evidence of his or her good health.

Q: What if I buy insurance now but decide I don't want it later?

You and/or your spouse may disenroll from coverage at any time. Coverage will end on the last day of the month following 30 days from receipt of your written request to disenroll. If you and/or your spouse decide to re-enroll for coverage(s) at a later date, approval will be subject to the applicant's health status at the time of reapplying.

Q. What if we lose coverage and wish to become insured again?

If coverage ends due to loan delinquency, all coverage may be reinstated without evidence of insurability, provided the loan is brought current within 90 days following the date insurance ended.

If coverage ends while the insured is on assignment to war duty, all coverage may be reinstated without evidence of insurability provided the required premium contribution to reinstate coverage has been made within 90 days after war duty assignment ends.

Q: Will my premiums ever change?

On Feb. 1 of each year, The Standard will recalculate your premiums based on your attained age, loan balance, and your spouse's age (if your spouse has Spouse Life insurance).

Q: How do I make premium payments?

Insurance premiums, excluding Farm Loans, are included on your loan statement, so there's no separate bill to pay.

**If you have any other questions, please call
The Standard's CalVet customer service team at
866.825.5796.**



About The Standard

Standard Insurance Company is a leading group life and disability insurance carrier. Founded in 1906, The Standard has earned a reputation for our quality products, expert resources, superior service, innovation and strong financial performance.

For more than 100 years, we have been dedicated to our core purpose: to help people achieve financial well-being and peace of mind. We have earned a national reputation for quality products and superior service by always striving to do what is right for our customers.

Headquartered in Portland, Ore., The Standard is a nationally recognized provider of group Disability, Life, Dental and Vision insurance and Individual Disability insurance. We provide insurance to more than 25,000 groups, covering over 8 million employees nationwide.*

Our first group policy, written in 1951 and still in force today, stands as a testament to our commitment to building long-term relationships.

To learn more about The Standard, visit us at **www.standard.com**.

* As of March 31, 2013, based on internal data developed by Standard Insurance Company.

Standard Insurance Company
1100 SW Sixth Avenue
Portland OR 97204

www.standard.com