

PREMIUM CALCULATION

Scott Olson
877-727-9582
Scott@LTCShop.com

LTCShop.com

Policy Benefits You Have Chosen

Prepared For: **Scott**
 State **WA**
 Age: **55** Birthdate:

Prepared For: **Simonne**
 State **WA**
 Age: **50** Birthdate:

 Partnership Plan **Yes**
 Gender **Male**
 Underwriting Class **Standard**
 Daily Benefit **\$140**
 Benefit Period **3 Years**
 Pool of Money **\$153,300**
 Cash Alternative Benefit **33%**
 Elimination Period **90 days**
 Inflation Protection **3% Step Rated**
 Home Care Daily Benefit **100%**
 Elimination Period Credit **No**
 Nonforfeiture **Contingent**
 Return of Premium **To Age 67**
 Restoration of Benefits **No**
 Joint Waiver of Premium **No**
 Home Care Pay Option **Daily Benefit**
 Rate Guarantee **3 Years**
 Shared Care **Yes**
 Marital Discount **Both Insured**
 Group Discount **No**
 Payment Option **Lifetime**
 Payment Mode **Annual**

 Partnership Plan **Yes**
 Gender **Female**
 Underwriting Class **Preferred**
 Daily Benefit **\$140**
 Benefit Period **3 Years**
 Pool of Money **\$153,300**
 Cash Alternative Benefit **33%**
 Elimination Period **90 days**
 Inflation Protection **3% Step Rated**
 Home Care Daily Benefit **100%**
 Elimination Period Credit **No**
 Nonforfeiture **Contingent**
 Return of Premium **To Age 67**
 Restoration of Benefits **No**
 Joint Waiver of Premium **No**
 Home Care Pay Option **Daily Benefit**
 Rate Guarantee **3 Years**
 Shared Care **Yes**
 Marital Discount **Both Insured**
 Group Discount **No**
 Payment Option **Lifetime**
 Payment Mode **Annual**

Premium \$1,294.85

Premium \$1,541.95

Total Premium: \$2,836.80

Transamerica TransCare III 2017 is a tax-qualified comprehensive plan.

Facility and home health care benefits are pooled.

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Cost of Waiting

If you decide that long term care insurance is the right decision to protect your assets and your family's financial future, the best time to buy it is now. By doing this:

You avoid the risk of needing care you will have to pay for yourself.

You avoid the risk of developing a condition that would make you uninsurable later.

You pay lower premiums now, rather than paying higher premiums later.

The tables below show the cost of waiting and buying later, assuming that premiums do not change, you remain insurable, and you buy the coverage shown in this illustration. The Daily Benefit is increased 5% for each year you wait, to cover the increased cost of care over time.

Client: Scott **Age:** 55 **DOB:** **State:** WA

Partnership Plan	Yes	Nonforfeiture	Contingent
Gender	Male	Return of Premium	To Age 67
Underwriting Class	Standard	Restoration of Benefits	No
Daily Benefit	\$140	Joint Waiver of Premium	No
Benefit Period	3 Years	Home Care Pay Option	Daily Benefit
Pool of Money	\$153,300	Rate Guarantee	3 Years
Cash Alternative Benefit	33%	Shared Care	Yes
Elimination Period	90 days	Marital Discount	Both Insured
Inflation Protection	3% Step Rated	Group Discount	No
Home Care Daily Benefit	100%	Payment Option	Lifetime
Elimination Period Credit	No	Payment Mode	Annual

Age at Purchase	Daily Benefit	Premium	Premiums Paid to Age 90	Cost of Waiting
55	\$140	\$1,295	\$45,320	\$0
57	\$154	\$1,501	\$49,527	\$4,207
59	\$170	\$1,856	\$57,533	\$12,213
61	\$188	\$2,332	\$67,639	\$22,319
63	\$207	\$2,925	\$78,967	\$33,647
65	\$228	\$3,531	\$88,284	\$42,965

Client: Simone **Age:** 50 **DOB:** **State:** WA

Partnership Plan	Yes	Nonforfeiture	Contingent
Gender	Female	Return of Premium	To Age 67
Underwriting Class	Preferred	Restoration of Benefits	No
Daily Benefit	\$140	Joint Waiver of Premium	No
Benefit Period	3 Years	Home Care Pay Option	Daily Benefit
Pool of Money	\$153,300	Rate Guarantee	3 Years
Cash Alternative Benefit	33%	Shared Care	Yes
Elimination Period	90 days	Marital Discount	Both Insured
Inflation Protection	3% Step Rated	Group Discount	No
Home Care Daily Benefit	100%	Payment Option	Lifetime
Elimination Period Credit	No	Payment Mode	Annual

Age at Purchase	Daily Benefit	Premium	Premiums Paid to Age 90	Cost of Waiting
50	\$140	\$1,542	\$61,678	\$0
52	\$154	\$1,769	\$67,227	\$5,549
54	\$170	\$2,084	\$75,018	\$13,340
56	\$188	\$2,427	\$82,515	\$20,837
58	\$207	\$2,910	\$93,130	\$31,452
60	\$228	\$3,662	\$109,849	\$48,171

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Inflation Protection - 5% Compound

Compound inflation protection provides an automatic annual increase in your policy's Daily and Lifetime Benefit. The annual increase is 5% of your current Benefit, added to your benefit each year. Increases to Lifetime Benefit may be net of any claims paid.

Long-term care costs have increased in the past, and are expected to increase in the future. Inflation protection increases your benefits to keep up with the increased cost of care.

Cost increases are compounded over time; the increase each year is a percentage of last year's cost. Compound Inflation Protection increases your benefits each year by a percentage of the previous year's benefit, and thus is more likely to keep up with long-term care costs, compared to simple annual increases.

Client: Scott **Age:** 55 **DOB:** **State:** WA

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Gender	Male	Return of Premium	To Age 67
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Daily Benefit	\$140	Joint Waiver of Premium	No
Benefit Period	3 Years	Home Care Pay Option	Daily Benefit
Pool of Money	\$153,300	Rate Guarantee	3 Years
Cash Alternative Benefit	33%	Shared Care	Yes
Elimination Period	90 days	Marital Discount	Both Insured
Inflation Protection	5% Compound	Group Discount	No
Home Care Daily Benefit	100%	Payment Option	Lifetime
Elimination Period Credit	No	Payment Mode	Annual

<u>Age</u>	<u>Daily Benefit</u>	<u>Lifetime Benefit</u>	<u>Premium</u>
55	\$140.00	\$153,300.00	\$3,018.41
58	\$162.07	\$177,464.00	\$3,018.41
61	\$187.61	\$205,436.80	\$3,018.41
64	\$217.19	\$237,818.80	\$3,018.41
67	\$251.42	\$275,305.00	\$3,018.41
70	\$291.05	\$318,700.00	\$3,018.41
73	\$336.93	\$368,935.10	\$3,018.41
76	\$390.04	\$427,088.60	\$3,018.41
79	\$451.51	\$494,408.50	\$3,018.41
82	\$522.68	\$572,339.70	\$3,018.41
85	\$605.07	\$662,554.80	\$3,018.41
88	\$700.45	\$766,990.00	\$3,018.41
91	\$810.86	\$887,886.90	\$3,018.41

Client: Simonne **Age:** 50 **DOB:** **State:** WA

Partnership Plan	Yes	Nonforfeiture	Contingent
Gender	Female	Return of Premium	To Age 67
Underwriting Class	Preferred	Restoration of Benefits	No
Daily Benefit	\$140	Joint Waiver of Premium	No
Benefit Period	3 Years	Home Care Pay Option	Daily Benefit
Pool of Money	\$153,300	Rate Guarantee	3 Years
Cash Alternative Benefit	33%	Shared Care	Yes
Elimination Period	90 days	Marital Discount	Both Insured
Inflation Protection	5% Compound	Group Discount	No
Home Care Daily Benefit	100%	Payment Option	Lifetime
Elimination Period Credit	No	Payment Mode	Annual

<u>Age</u>	<u>Daily Benefit</u>	<u>Lifetime Benefit</u>	<u>Premium</u>
50	\$140.00	\$153,300.00	\$3,908.24
53	\$162.07	\$177,464.00	\$3,908.24
56	\$187.61	\$205,436.80	\$3,908.24
59	\$217.19	\$237,818.80	\$3,908.24
62	\$251.42	\$275,305.00	\$3,908.24
65	\$291.05	\$318,700.00	\$3,908.24
68	\$336.93	\$368,935.10	\$3,908.24
71	\$390.04	\$427,088.60	\$3,908.24
74	\$451.51	\$494,408.50	\$3,908.24
77	\$522.68	\$572,339.70	\$3,908.24
80	\$605.07	\$662,554.80	\$3,908.24
83	\$700.45	\$766,990.00	\$3,908.24
86	\$810.86	\$887,886.90	\$3,908.24
89	\$938.67	\$1,027,840.00	\$3,908.24

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Alternative Premiums

This shows premiums for different choices of benefit levels. You can use the information to choose the best combination of benefits for your policy, given the costs.

Client: **Scott** Age: **55** DOB: State: **WA**

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Gender	Male	Return of Premium	To Age 67
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Home Care Daily Benefit	100%	Payment Option	Lifetime
Elimination Period Credit	No	Payment Mode	Annual

Premiums

Benefit Period	Elimination Period					
	0 days	30 days	60 days	90 days	180 days	365 days
1 Year	\$1,438.29	\$1,320.40	\$1,241.63	\$1,123.76	\$1,005.60	\$966.21
2 Years	\$1,609.52	\$1,477.45	\$1,389.40	\$1,257.59	\$1,125.50	\$1,081.48
3 Years	\$1,657.27	\$1,521.28	\$1,430.61	\$1,294.85	\$1,158.85	\$1,113.52
4 Years	\$2,171.90	\$1,993.84	\$1,875.19	\$1,696.88	\$1,518.56	\$1,459.36
5 Years	\$2,379.27	\$2,184.07	\$2,053.84	\$1,858.88	\$1,663.68	\$1,598.44
6 Years	\$2,881.03	\$2,644.73	\$2,487.28	\$2,250.98	\$2,014.67	\$1,935.83

Client: **Simonne** Age: **50** DOB: State: **WA**

Partnership Plan	Yes	Nonforfeiture	Contingent
Gender	Female	Return of Premium	To Age 67
Underwriting Class	Preferred	Restoration of Benefits	No
Daily Benefit	\$140	Joint Waiver of Premium	No
Benefit Period	3 Years	Home Care Pay Option	Daily Benefit
Pool of Money	\$153,300	Rate Guarantee	3 Years
Cash Alternative Benefit	33%	Shared Care	Yes
Elimination Period	90 days	Marital Discount	Both Insured
Inflation Protection	3% Step Rated	Group Discount	No
Home Care Daily Benefit	100%	Payment Option	Lifetime
Elimination Period Credit	No	Payment Mode	Annual

Premiums

Benefit Period	Elimination Period					
	0 days	30 days	60 days	90 days	180 days	365 days
1 Year	\$1,733.99	\$1,591.77	\$1,497.17	\$1,354.65	\$1,212.43	\$1,165.12
2 Years	\$1,940.83	\$1,781.27	\$1,675.39	\$1,515.84	\$1,356.88	\$1,303.78
3 Years	\$1,973.51	\$1,811.78	\$1,703.95	\$1,541.95	\$1,379.97	\$1,326.05
4 Years	\$2,592.58	\$2,380.00	\$2,238.01	\$2,025.43	\$1,812.84	\$1,741.98
5 Years	\$2,839.97	\$2,607.19	\$2,451.84	\$2,218.79	\$1,986.01	\$1,908.33
6 Years	\$3,569.71	\$3,276.92	\$3,081.47	\$2,788.69	\$2,495.89	\$2,398.55

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