

Accessing the Cash Value in Your Indexed Universal Life Insurance Policy

Your indexed universal life insurance policy offers more than just a death benefit for your beneficiaries. Your policy may also build cash value that you can access at any time, for any reason during your lifetime.¹ You can access your cash value in two ways: **through a withdrawal or a loan**. Here are some key differences:

	Withdrawal	Loan
Will it impact my death benefit?¹	A withdrawal permanently reduces your policy's death benefit.	A loan reduces your policy's death benefit, but you have the option to repay your loans to restore your death benefit.
Will I owe income taxes?¹	In most cases, you won't pay income taxes on withdrawals as long as they are less than what you have paid for your policy.	Typically, you won't pay income taxes on the loaned amount as long as your policy remains active and doesn't lapse.
Are there any costs?	A small fee up to \$25 will be deducted for each withdrawal request.	Your loan will be charged interest, but the loaned amount will also earn interest. The interest rates will depend on the type of loan you choose: traditional or indexed.

Types of policy loans

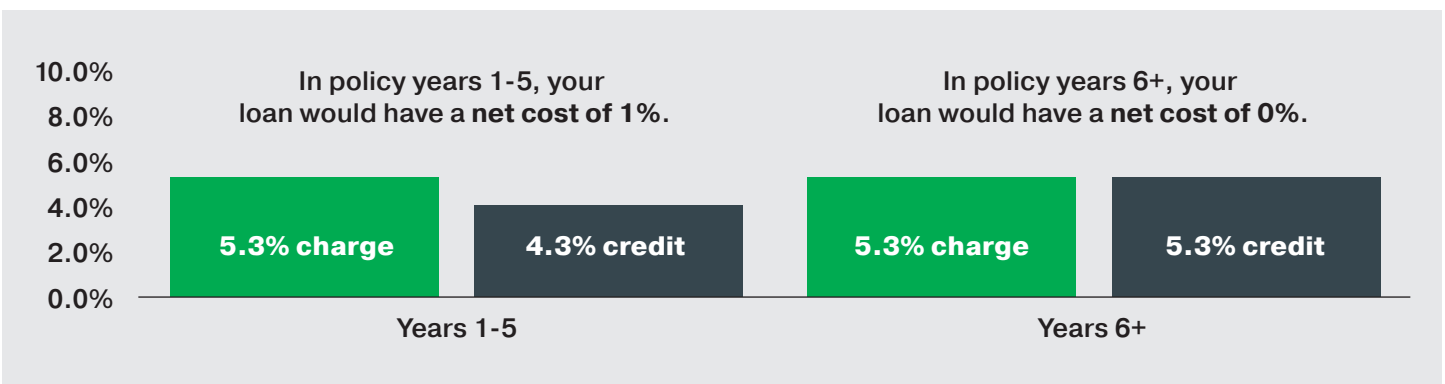
When you request a loan, you can choose a traditional loan or an indexed loan. You can switch between loan types on your policy anniversary, but you can only have one type of loan at any given time.

On a **traditional loan**, your loaned amount will be charged interest and credited interest at rates that are declared at the beginning of each calendar year. The current net costs for a traditional loan are:²

- Accumulation Indexed Universal Life: 1% for policy years 1-5 and 0% for policy years 6+
- Survivorship Indexed Universal Life: 1% for policy years 1-10 and 0% for policy years 11+

While traditional loan rates are subject to change, your maximum net cost is guaranteed to never be more than 1% in policy years 1-10 and 0.25% in policy years 11+.²

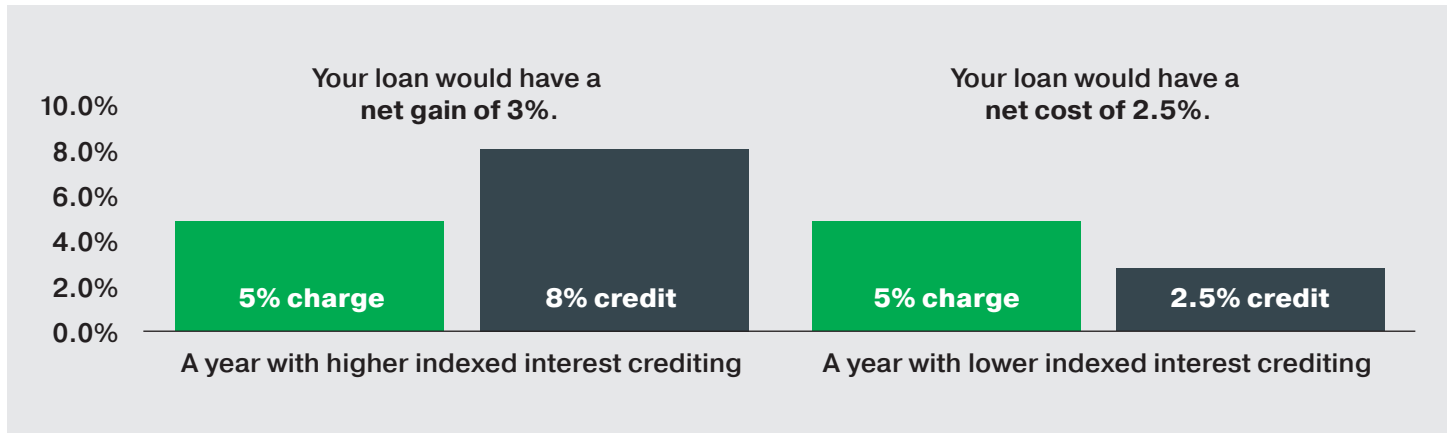
The hypothetical example below shows the loan charges and credits for an Accumulation Indexed Universal Life policy at two different points in the policy. It assumes a traditional loan charge of 5.3%, a 4.3% credit for policy years 1-5, and a 5.3% credit for policy years 6+.



On an **indexed loan**, you will be charged a guaranteed 5% fixed loan interest rate, but the loaned amount will also be credited with interest based on the performance of the indexed loan account.^{2,3}

The indexed loan method can be more volatile since the indexed interest crediting strategies are based on the performance of a market index. However, in years when your indexed account is performing well, you have the potential to earn money on the amount you have taken as a loan.

The hypothetical example below shows loan credits and charges in two different market environments.



Requesting a distribution

Your policy details, including your policy's cash value, are easily accessible through the Client Portal on pennmutual.com.

Once you're ready to start taking distributions, it's a good idea to consult with your financial professional. They can help you determine the most suitable distribution option for your needs, and provide guidance on whether additional policy changes should be made to help ensure your policy continues to meet your financial goals.



For more information on accessing your indexed universal life policy's cash value, reach out to your financial professional.

¹Accessing cash value will reduce your policy death benefit and values, may result in certain fees and charges, and may require additional premium payments to maintain coverage. Ask your financial professional for additional information about accessing your cash value, including the potential impact on coverage guarantees and certain circumstances under which the values you access could be taxable. You should always consult your tax advisor prior to accessing your policy's cash value.

²The loan rates shown are for Accumulation Indexed Universal Life and Survivorship Indexed Universal Life policies as of March 2025. For current loan rates on other in force indexed universal life policies, consult with your financial professional.

³Indexed loan account credits are subject to a cap rate and are protected by a guaranteed minimum floor rate that varies by product. Loaned amounts may also receive a policy value enhancement (PVE) once the policy reaches its PVE date. Refer to your policy for details.

Any reference to the taxation of the product in this material is based on the issuing company's understanding of current tax laws. The issuing company and its representatives do not provide tax or legal advice. Please consult your tax advisor regarding your personal situation.

All guarantees are based on the claims-paying ability of the issuer. Accumulation Indexed Universal Life (Policy form ICC22-PI-IFL) is an indexed universal life insurance policy and Survivorship Indexed Universal Life (Policy form ICC22-PI-IALJ) is a last-survivor indexed universal life insurance policy. Both are issued by The Penn Insurance and Annuity Company, a wholly-owned subsidiary of The Penn Mutual Life Insurance Company. Policy form numbers may vary by state. Product, riders and features may not be available in all states. These products are not offered in New York.