Indexed Universal Life

EXPLORING YOUR INDEXED ACCOUNT OPTIONS

An indexed universal life (IUL) insurance policy from Penn Mutual offers more than just protection for your family or business — it also gives you the opportunity to build cash value over time. You can access your cash value whenever you need it, for any reason, and in most cases, income-tax-free.[1]

Your policy's cash value can grow at either an indexed interest rate or a declared fixed rate of interest. Indexed interest rates are calculated based on how the S&P 500® Index performs, excluding dividends, over a set period of time (called a segment period). The indexed account options let you experience index-based growth potential without the risk of losing value due to poor index performance. Your policy also credits a policy value enhancement (PVE), regardless of how the indexed account performs. The PVE ensures the policy will receive positive crediting.

CHOOSING YOUR INDEXED ACCOUNTS

You can select from six indexed accounts, each with its own combination of cap rates, participation rates, spreads, and floors. As you consider which indexed account options may be right for you, it can be helpful to see how each may have performed under different historical market conditions. The following page shows hypothetical crediting rates based on 25 years of historical S&P 500® index performance and highlights the indexed account option that would have performed best in each year.

Just keep in mind, when you are looking at the hypothetical data, past performance isn't a guarantee of future results, and your actual returns will vary.

Your financial professional can help you decide which indexed account options may be right for you.

[1] Accessing 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.

HYPOTHETICAL CREDITING RATES BASED ON HISTORICAL S&P 500® PERFORMANCE

	Capped Accounts			Uncapped Accounts		
	1-Year with 1% Floor	1-Year with 0% Floor	1-Year with 0% Floor and 3% Spread	1-Year with 1% Floor	1-Year with 0% Floor	2-Year with 0% Floor
Current Cap[1]	**9.25%**	**10.25%**	**14.50%**	None	None	None
Current Participation[1]	100%	100%	100%	**55%**	**63%**	**85%**
Guaranteed Floor	1.00%	0.00%	0.00%	1.00%	0.00%	0.00%
Guaranteed PVE[2]	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%
Guaranteed Spread	N/A	N/A	3.00%	N/A	N/A	N/A

Calendar Year	Annual S&P 500 Index Growth Rate	Capped Accounts			Uncapped Accounts		
		1-Year with 1% Floor	1-Year with 0% Floor	1-Year with 0% Floor and 3% Spread	1-Year with 1% Floor	1-Year with 0% Floor	2-Year with 0% Floor
2001	-10.53%	1.25%	0.25%	0.25%	1.25%	0.25%	0.12%
2002	-23.37%	1.25%	0.25%	0.25%	1.25%	0.25%	0.12%
2003	26.38%	9.50%	10.50%	14.75%	14.76%	16.87%	0.12%
2004	8.99%	9.24%	9.24%	6.24%	5.20%	5.92%	15.04%
2005	4.69%	4.94%	4.94%	1.94%	2.83%	3.21%	5.94%
2006	11.65%	9.50%	10.50%	8.90%	6.66%	7.59%	7.05%
2007	3.65%	3.90%	3.90%	0.90%	2.26%	2.55%	6.59%
2008	-38.49%	1.25%	0.25%	0.25%	1.25%	0.25%	0.12%
2009	23.45%	9.50%	10.50%	14.75%	13.15%	15.03%	0.12%
2010	12.78%	9.50%	10.50%	10.03%	7.28%	8.30%	15.59%
2011	1.54%	1.79%	1.79%	0.25%	1.25%	1.22%	6.11%
2012	11.68%	9.50%	10.50%	8.93%	6.67%	7.61%	5.66%
2013	29.60%	9.50%	10.50%	14.75%	16.53%	18.90%	17.59%
2014	11.39%	9.50%	10.50%	8.64%	6.51%	7.43%	17.46%
2015	-0.73%	1.25%	0.25%	0.25%	1.25%	0.25%	4.52%
2016	10.46%	9.50%	10.50%	7.71%	6.01%	6.84%	4.15%
2017	19.40%	9.50%	10.50%	14.75%	10.92%	12.47%	12.85%
2018	-7.01%	1.25%	0.25%	0.25%	1.25%	0.25%	4.70%
2019	28.88%	9.50%	10.50%	14.75%	16.13%	18.44%	8.22%
2020	16.26%	9.50%	10.50%	13.51%	9.19%	10.49%	19.42%
2021	26.89%	9.50%	10.50%	14.75%	15.04%	17.19%	18.59%
2022	-19.77%	1.25%	0.25%	0.25%	1.25%	0.25%	0.89%
2023	24.02%	9.50%	10.50%	14.75%	13.46%	15.38%	0.12%
2024	24.01%	9.50%	10.50%	14.75%	13.46%	15.38%	20.82%
2025	16.39%	9.50%	10.50%	13.64%	9.26%	10.57%	17.45%
25 Year Avg Return[3]	**6.93%**	**6.73%**	**7.06%**	**7.83%**	**7.23%**	**7.92%**	**8.49%**

[1]For the capped accounts, participation rates are guaranteed and cap rates can fluctuate. For the uncapped accounts, the unlimited cap is guaranteed and the participation rates can fluctuate.
[2]The Policy Value Enhancement (PVE) guarantees a 0.25% annual credit starting in policy year 1 for all accounts and increases to 0.50% the later of policy year 11 or attained age 50 for Accumulation IUL.
[3]Average return uses the average of all annualized indexed segments matured throughout the 25-year period.

Account participation rates, cap rates, spreads, and floors are for our Accumulation IUL and Survivorship IUL products as of January 2026 and are used for the entirety of the historical period, which is not likely to have occurred. The S&P 500 Index growth rate excludes dividends. The S&P 500 Index growth rate is measured from January 1 of a given year to January 1 of the following year. Past performance is not indicative of future results.

All guarantees are based on the claims-paying ability of the issuer. Accumulation IUL (Policy form ICC22-PI-IFL) is an indexed universal life policy and Survivorship IUL (Policy form ICC22-PI-IALJ) is a last-survivor indexed universal life insurance policy. Indexed universal life policies 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. Products and features may not be available in all states. These products are not available in New York.