Penn Mutual

Penn Mutual's Chronic Illness Accelerated Benefit Riders

What's your plan for future care needs?

56%
of Americans over age 65 will need some form of long-term care in their lifetime.[1]

3%
of Americans over age 50 are estimated to have insurance to help cover these costs.[1]

$129,575
is the annual national median cost for a private room in a nursing home in 2025.[2]

Two ways to plan ahead

Penn Mutual offers two chronic illness riders designed to provide access to a portion of your life insurance policy's death benefit if you experience a qualifying illness.[3] These funds can be used for eligible expenses such as medical care, caregiving, home modifications, and everyday living needs.

Chronic Illness Accelerated Benefit Rider

Enhanced Chronic Illness Accelerated Benefit Rider[4]

Both options offer:

- No requirement to track expenses[5]
- Access upon a qualifying chronic illness
- Flexible payment options (annual lump sum or periodic payments)

[1]Source: LIMRA, https://www.limra.com/en/newsroom/industry-trends/2025/is-life-insurance-the-answer-to-the-growing-long-term-care-need-in-the-u.s/, August 2025.
[2]Source: https://assets.carescout.com/x/8fcb50422f/282102.pdf, March 2026.
[3]The policy's death benefit and cash value will be reduced when rider benefits are used.
[4]The Enhanced Chronic Illness Accelerated Benefit Rider is only available on Protection Indexed Universal Life, and is not available in California or New York.
[5]Consult your tax advisor regarding your personal situation and before accessing your policy's rider benefits. Expenses may need to be tracked for the Enhanced Chronic Illness Accelerated Benefit Rider if benefits exceed IRS per diem limits.

How do the options compare?

Feature	Chronic Illness Accelerated Benefit Rider	Enhanced Chronic Illness Accelerated Benefit Rider
Client fit	Built-in access to benefits for a qualifying chronic illness	Greater flexibility and customization for future care planning
Availability[1]	Automatically included on eligible policies	Optional rider elected at issue
Use of benefits	Permanent chronic illness	Chronic illness (permanency not required)
When benefits begin	After certification of a qualifying event	90 days after certification of a qualifying event
Benefit structure	Based on IRS per diem limits and the death benefit[2]	▪ Option to accelerate 2%, 3%, or 4% of the death benefit monthly[3] ▪ Policy and rider lapse protection is in place while receiving benefits[4]
Maximum annual benefit	Lesser of IRS per diem, 24% of death benefit,[5] or $240,000	Lesser of 200% of IRS per diem or selected benefit structure[6]
Lifetime maximum	Up to $5 million; must leave at least $50,000 remaining death benefit	Selected benefit structure amount; must not exceed the remaining death benefit or $3 million
Reduction of death benefit	Reduced by more than benefits received	Reduced dollar-for-dollar by benefits received, interest, and mortality factors[7]
Cost	No upfront cost	Monthly charge is applied, however: ▪ Charge is waived while receiving benefits[8] ▪ Couples discount available for insureds who are married, in a civil union, or in a domestic partnership. The partner is not required to purchase a policy to qualify for the discount.

Ask your financial professional how a chronic illness rider may help you prepare for future care costs.

[1]The Chronic Illness Accelerated Benefit Rider and Enhanced Chronic Illness Accelerated Benefit Rider are not available in combination on the same policy. The Enhanced Chronic Illness Accelerated Benefit Rider requires underwriting approval.
[2]The benefit amount will be reduced if there is an outstanding loan. Consult your policy pages for more information.
[3]Once chosen, the benefit amount percentage cannot be changed. The rider charge is defined in your policy pages and differs by benefit amount percentage. The benefit amount will be reduced if there is an outstanding loan, if annual benefit payments are active, or if the policy is in the grace period. Consult your policy pages for more information.
[4]Lapse protection means the base policy and Enhanced Chronic Illness Accelerated Benefit Rider will remain in force while receiving accelerated benefit payments as described in your policy.
[5]The riders excluded from the death benefit are defined in your policy pages.
[6]Annual benefits greater than 100% of the IRS per diem amount may be taxable. Consult your tax advisor regarding your personal situation and before accessing your policy's rider benefits.
[7]The rider will end if the entire death benefit is accelerated under the rider. Consult your policy pages for more information.
[8]All other rider and policy charges will continue while receiving accelerated benefit payments and will be calculated as described in your policy.

All guarantees are based on the claims-paying ability of the issuer.

The Chronic Illness Accelerated Benefit Rider is a benefit rider offered on certain permanent life insurance policies issued by The Penn Mutual Life Insurance Company (rider form number ICC15-ABCI) and The Penn Insurance & Annuity Company (rider form number ICC15-PI-ABCI). The Enhanced Chronic Illness Accelerated Benefit Rider is a benefit rider offered on certain permanent life insurance policies issued by The Penn Insurance & Annuity Company (rider form ICC26-PI-ABCI-C). The Penn Insurance & Annuity Company is a wholly owned subsidiary of The Penn Mutual Life Insurance Company. Rider form numbers and benefits may vary by state. Products and features may not be available in all states.

Amounts available annually are subject to policy limits and IRS calendar year limits. For survivorship policies, the Chronic Illness Accelerated Benefit Rider may only be exercised after the first death.

Any reference to the taxation of life insurance products in this material is based on the issuing company's understanding of current tax laws. The issuing company, its subsidiaries, and its representatives do not provide tax or legal advice. You should consult your tax advisor regarding your personal situation and before accessing your policy's rider benefits.

This material is intended to provide an overview of the product or concept described. All information, including product features, availability, rates, and other provisions is believed to be accurate as of August 2026 and is subject to change.

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