

# Joint Life, Juvenile Policies and Credit Life

## Joint Life Policies

- Covers 2 or more lives (often spouses)
- Has TWO death benefit options:
  - Benefit pays the survivor when one of the insureds dies
  - Benefit pays a third party beneficiary (often an estate or trust) upon the death of the second insured

## Juvenile Insurance

- Whole life insurance on a child (under age 15)
- Often has a payor provision:
  - Pays premiums for the child if the parent dies or becomes disabled, until the child turns 25 or the policy is *paid-up*, whichever happens *first*
- Jumping Juvenile Insurance is a type of juvenile policy in which the face amount will automatically jump *five times* when the child is 21.

Credit Life – sold to creditors (banks) to cover the lives lenders for the amounts of their respective loans, and uses decreasing term insurance