

Payor Rider

- This was a little tricky, eh? A payor rider is a rider attached to a juvenile policy. It is actually insurance on the premium payor should the premium payor die.
- In a straight whole life policy, which the premiums are required to be paid for the ENTIRE life, the insurance company would have paid the premiums on the son's policy until he turned 25, at which time the son would have begun paying .
- But, the example is using a 10 pay life. It requires payments only for ten years but has protection until age 100. So, if Papa bought the policy on the son when the son was ten, and Papa died when the son was 15, only five more years of payments would have been required.