

# Methods of Rating

**\$100,000**  
**Death Benefit**

Premium = \$1,000

## Standard Premium

$\$10 \times 100 = \$1,000$

## Rated Premium

- 1. Extra Percentage** - anywhere from 125% to 500% of standard  
Ex.  $\$1,000 \times 500\% = \$5,000$
- 2. Temporary Flat Extra Premium** - add on dollar amount to standard premium but only for a temporary time; maybe five years  
Ex.  $\$10 + \$40 = \$50$        $\$50 \times 100 = \$5,000$
- 3. Permanent Flat Extra Premium** - add on dollar amount to standard premium but for a permanent time  
Ex.  $\$10 + \$40 = \$50$        $\$50 \times 100 = \$5,000$