Accelerated Benefit Summary And Disclosure Notice

The life product you are applying for includes an Accelerated Benefit Provision, which allows a portion of the death benefit to be paid if the Insured should become terminally ill. There is no extra premium associated with this provision. Any Accelerated Benefit paid will be treated as a lien against the policy proceeds.

The maximum accelerated benefit payable is the lesser of $50,000, or 50% of the eligible proceeds as defined in the policy or rider. The total accelerated benefit payment under all policies and riders issued by us on any one life will not exceed $100,000. ($100,000 maximum does not apply in Illinois, Florida, New Jersey, Pennsylvania and Vermont.) You have the right to request an accelerated benefit up to the maximum available. If the amount is less than the maximum, you have one additional request available for the balance of the benefits. The additional request for benefits must be received within 12 months from the date of the first benefit payment. (The additional request is not available in Connecticut.)

Prior to the payment of any accelerated benefit, the following conditions must be met:

- The Insured must have a terminal illness or injury, as defined in the policy, which with reasonable medical certainty will result in a drastically limited life span of the Insured of 12 months or less. (24 months or less in Illinois and Vermont.)
- The policy and/or the rider must be in force at the time benefits are requested and the Insured must be less than 85 years of age. (Does not apply in Connecticut and Florida.)
- This benefit is not available if you are required by law to use it to meet the claims of creditors, whether in bankruptcy or otherwise; or, if you are required by a government agency to use it in order to apply for, obtain, or otherwise keep a government benefit or entitlement. (Does not apply in Connecticut.)
- We must receive the approval of any irrevocable beneficiaries before an accelerated benefit payment can be approved.
- Any outstanding policy loan, including interest, will be deducted from the Accelerated Benefit payable.

This Accelerated Benefit Provision if elected will have the following effect on your policy:

- Premiums will continue to be billed and payable as due. If the policy enters the grace period, as defined in the policy or rider, the premium due to keep the policy in force will be paid by us. The premiums paid by us will be deducted from the proceeds upon the death of the insured.
- Policy proceeds which are payable on the death of the Insured and Cash Values, where applicable, will be reduced by the amount of the accelerated benefit payment(s) and any premium paid by us.
- We reserve the right to charge a one-time administrative charge that will be deducted from the accelerated benefit. This charge will not exceed the amount stated in the policy or rider. (Charge does not apply in South Carolina. For Virginia, this charge will not exceed $500.)

This Notice serves only as a summary and a disclosure regarding the Accelerated Benefit Provision. Please refer to your policy or rider for actual contract provisions.

You should consult with a personal tax advisor if you are considering electing the Accelerated Benefit Provision. Benefits as specified in the policy or rider will be reduced upon receipt of an accelerated benefit payment. This is not a long-term care policy. Receipt of accelerated benefit payments may be taxable or may affect your eligibility for benefits under state or federal law. Receipt of Accelerated Benefit payments may also affect you, your spouse or your family's eligibility for public assistance programs such as medical assistance (Medicaid), Aid to Families with Dependent Children (AFDC), supplementary social security income (SSI), and drug assistance programs.
DN61.R408

Notice To Applicant

Thank you for applying for insurance with American Fidelity Assurance Company. Before we can issue a policy, we must first evaluate or "underwrite" your application. The purposes of this are to: 1) be sure you qualify for the insurance requested; and 2) determine the correct premium rate. Your answers to the questions on the application provide the basis for evaluation. We will use only the information you provide on the application. The information we obtain about you is treated as confidential. We will only disclose your nonpublic financial or medical information to other entities as permitted or required by law. With your prior written authorization, we or our reinsurers may disclose information in our files to other life insurance companies to which you apply for life or health insurance which have first agreed in writing with us to maintain the confidentiality of such information. You have the right to request information about such disclosures, and to know what information is in your file and seek correction of any data that you think is wrong.
M-3238

This brochure does not constitute the full contract and is intended to provide basic information about American Fidelity Assurance Company's Renewable and Convertible Term Life Insurance product, RCTL05 series. For specific details, limitations and exclusions, please consult an actual policy and its provisions. Please consult your tax advisor for your specific situation. This policy is not eligible under Section 125.

American Fidelity Assurance Company

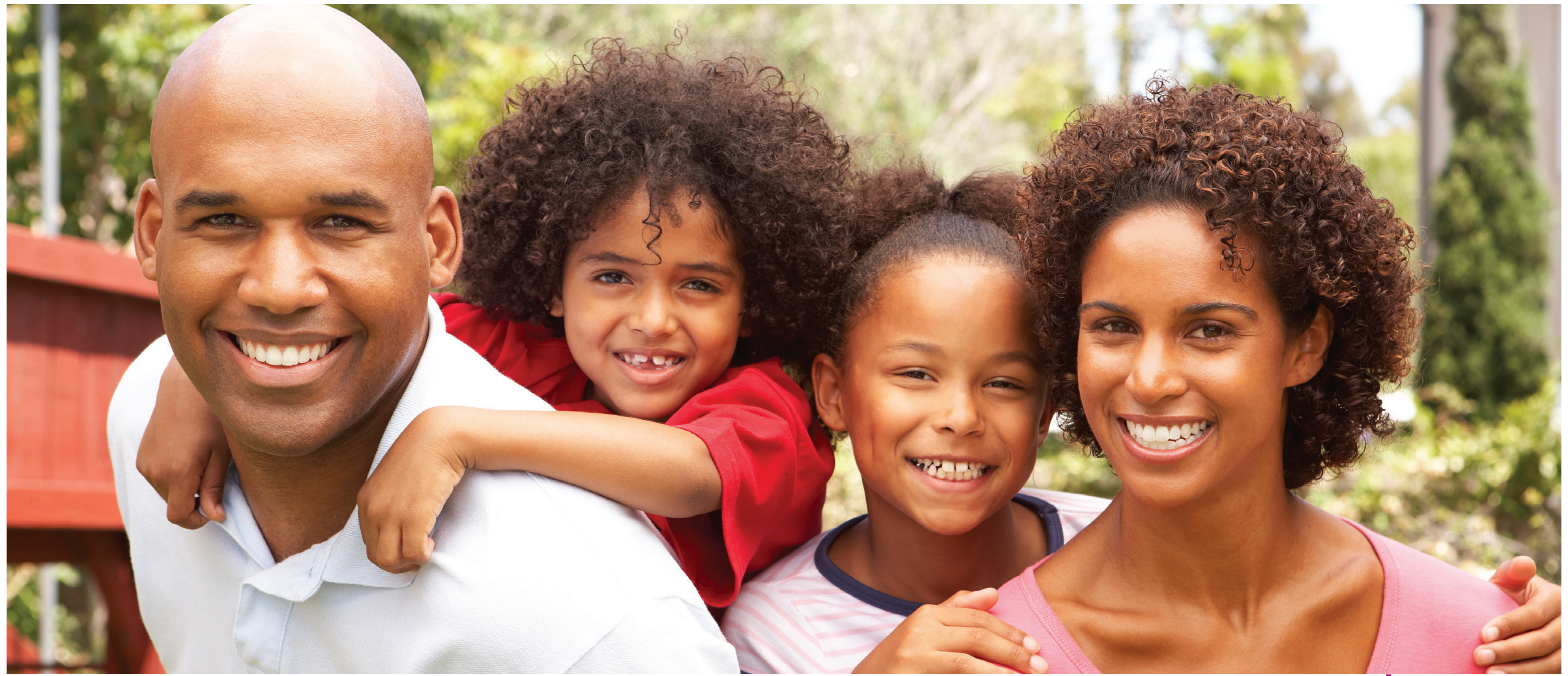
Our Family, Dedicated To Yours.®

800-437-1011 • 2000 N. Classen Boulevard • Oklahoma City, Oklahoma 73106 • www.americanfidelity.com

SB-21390-0912

Term Life Insurance

10, 20 & 30 Year Renewable & Convertible Term Life Insurance



Easy Application Process • No Medical Exams[1] • Excellent Customer Service • *Learn More* ▸▸

American Fidelity Assurance Company

Our Family, Dedicated To Yours.®

Term Life Insurance

Life Insurance is an important factor in any family's financial protection. It is impossible for life insurance to emotionally compensate for a loss, but it can help ease the financial obligations placed upon those for whom you care. Term life insurance is a great option for your working and earning years when expenses are usually the highest.

American Fidelity Assurance Company's Term Life Insurance offers an affordable solution that provides:

- **Level premium***
- **Guaranteed level death benefit****
- **Death benefit amount that is generally paid free from federal income tax**

** The premiums are guaranteed level for each applicable period.*
*** Guaranteed during the initial term period you choose.*

Why You Need Life Insurance

Life Insurance should be a part of your financial plan for you and your family. Consider the following expenses when choosing the right life insurance plan for you.

Final Expenses
- Funeral Costs
- Unpaid Medical Bills

Self Time
- Time to Grieve
- Housing Decision
- Reassess Finances

Income Replacement
- Mortgage/Rent
- Car/Other Loans
- Credit Cards
- Day-to-Day Expenses

Nest Egg
- Children Education
- Retirement
- Savings

How It Works

Term Life Insurance is a policy that covers you during your earning years when you need it the most. You choose the specific period of time...10, 20, or 30 years, that is best for you and your family. You may renew the policy at the end of the term period until the Insured reaches age 90. The premium rate is adjusted on each renewal. Also, you may convert to a whole life insurance policy before the policy anniversary following age 75.

If you choose the 10 or 20 Year Term Life Plan, the renewal date will be every 10 or 20 years until the policy anniversary following age 70 or 60, respectively. Thereafter, premiums are renewable annually. The 30 Year Term Life Plan is renewable annually after the initial term period. All term plans expire the policy anniversary following age 90.

Plan Features

Employee Issue Maximum
Ages 18-49: $200,000
Ages 50-65: $100,000

Spouse Issue Maximum
With Employee Coverage
Ages 18-49: $50,000
Ages 50-60: $25,000

Issue Minimum
10 Year & 20 Year Term: $25,000
30 Year Term: $10,000

Issue ages
10 Year Term: 18-65
20 Year Term: 18-60
30 Year Term: 18-50
30 Year Term (OR): 18-48

Rates Based on Issue Age
Your premiums will be based on your age at the date your policy becomes effective.

Nicotine and Non-nicotine Rates
You can be eligible for reduced rates if you are a non-smoker.

Easy Application Process
This policy requires no medical exams, and minimal health questions[1].

Competitive Premiums
Competitive premiums for the term period selected. Rates will be adjusted upon renewal.

Portable
You own the policy. Take the coverage with you if choose to leave your current job or retire.

No Medical Exams[1]
You don't have to worry about participating in any invasive medical exams to be issued coverage.

Interim Coverage[2]
Your coverage starts when you sign the application. The premium payor must be actively at work at the time of the Insured's death.

Accelerated Death Benefit
You can receive a portion of the chosen death benefit if you are diagnosed with a terminal condition, as defined in the policy.

Enhance Your Plan[3]

Waiver of Premium

This rider waives the premium if the base Insured becomes totally disabled, as defined in the rider, for at least six consecutive months. Premiums are waived for the base policy and any attached riders. If your total disability ceases, simply resume premium payments; there is no requirement for payment of back premiums. Premium rates may be adjusted upon renewal. Issue age is 18-55. The rider terminates at age 60.

Accidental Death Benefit

This rider provides the Insured an additional death benefit if death is the result of an accident. The face amount is equal to the face amount of the base policy. Issue age is 18-65. The rider terminates at insured's age 70.

Spouse Term Rider

This rider provides level term life insurance coverage on your spouse. The premiums for this rider are based on the spouse's age and nicotine usage. Premiums adjust at each renewal period based on the attained age of the spouse at the beginning of each renewal period. Coverage may be renewed for each additional renewal period up to the spouse's age 90, while the base policy is in force. Face amount must be equal to or less than the base policy.

Children's Term Rider

This rider provides level term life insurance protection for all your eligible children who are between the ages of one month through age 18 (In MI and PA age 17). Coverage remains on each child until age 25 or marriage of the child prior to age 25. Your covered child may also convert this rider for up to five times the amount of coverage to any form of permanent insurance offered by American Fidelity. One premium covers all eligible children. Two benefit levels are available: $10,000 and $20,000.

[1] Issuance of the policy may depend on the answer to these questions.
[2] The Insured will be covered from the date of the application if insurable for the requested coverage on the date the policy takes effect. The Interim Coverage will remain in force until the policy has been issued or declined.
[3] Additional riders are subject to our general underwriting criteria and coverage is not guaranteed. Rider availability may vary by state.