



LIFE INSURANCE

Multi-Life Business Underwriting Guide

A simplified program to help protect key employees



Get an **underwriting advantage** for your business cases.

Do your clients want a more effective solution for protecting their key employees? Our Multi-Life Underwriting Program is designed to deliver. Here's how:

Guaranteed Issue (GI) is available for cases with a minimum of 10 lives.¹ If there are fewer than the minimum number of lives or if higher face amounts are desired, Simplified Issue may be a viable option.

Our **underwriters understand the business market** and work closely with our Business and Advanced Solutions and Business Market Administration teams to help you provide the best solutions to your clients.

Full underwriting is also available for your multi-life cases, including our Principal Accelerated UnderwritingSM Program.

Program guidelines

- Face amounts must be formula-driven based on salary, position, liability, etc.
- No individual face amount can be more than 5 times the average face amount of the group.
- Total individual coverage with all carriers issued on a GI basis can be no more than 3 times our multiples.
- Maximum face amount is \$5 million (\$6 million for Executive VUL III). Minimum face amount is \$100,000 (\$200,000 for GI Term II).
- Face amount increases are subject to policy/rider provisions and face amount maximum stated in the written offer.

The charts below apply to both employee-owned and employer-owned policies.

Guaranteed Issue

Applicants will be asked about the following:

- Whether they're actively at work on a full-time basis
- Absenteeism in the last 90 days
- Tobacco use

	Number of participants	Maximum face amount	Participation rate
GI Term II^{2,3}	5-9 ¹	\$500,000	100%
UL, IUL, VUL, GI Term II^{2,3}	10-19	\$60,000 x no. of lives	100%
	20+	\$75,000 x no. of lives	85%
EVUL III	10-19	\$60,000 x no. of lives	85%
	20-49	\$75,000 x no. of lives	75%
	50+	\$100,000 x no. of lives	75%

¹ For Principal GI Term II, we'll consider groups of 5-9 lives for employers that offer Principal group term life, voluntary term life (VTL), or Guaranteed Standard Issue (GSI) individual disability insurance.

² We'll determine GI Term II group eligibility based on a group risk score involving a de-identified prescription check.

³ GI Term II is not available for cases written in New York or where employees reside in New York.

Simplified Issue—Standard Decline up to Table 3

Simplified application with MIB, Rx, MVR, and APS for cause.

	Number of participants	Maximum face amount	Participation rate
UL, IUL, VUL, EVUL	5+	\$100,000 x no. of lives	75%

For business cases that do not qualify for our business underwriting programs above, we can provide specialized underwriting solutions.

Program eligibility

- An employer/employee relationship must exist.
- Employees must be in an executive, owner, white collar, or management position working full-time (at least 30 hours per week) and earning a minimum of \$75,000 W-2 compensation annually (\$100,000 W-2 compensation for Principal Executive Variable Universal Life IIISM (Executive VUL III)).
- External directors and board members are eligible as long as they represent no more than one-third of the total coverage or number of participants. External directors and board members must be actively at work on a non-self-employed full-time basis.
- Employees must be U.S. citizens working in the U.S. or in an approved city/country. Non-U.S. citizens working in the U.S. can be considered.
- Issue ages must be between 20 and 70 with a weighted average age less than or equal to age 55. At ages 66-70, face amounts are limited to one-half the stated maximums, for Executive VUL III.
- Premiums must be employer-paid; however, additional employee contributions are allowed on products listed excluding GI Term II.

Program conditions

Multi-Life Underwriting Program exclusions:

- Premium-financed cases
- Third-party investment programs
- Groups formed to obtain insurance only
- Investment bank-owned life insurance (BOLI)
- Individuals within a group with a known impairment⁴
- Contractors, consultants, associations, charities, churches, foundations, fraternal organizations, government entities, unions, or professional sports teams
- Modified Endowment Contract (MEC) policies
- Single-premium funding
- Survivorship product

Large cases with 300+ lives:

- Coordination between the client, financial professional, and home office is required.
- An acknowledgment letter will be provided to the client outlining all onboarding, enrollment, and ongoing administration requirements.
- The Change of Insured Rider isn't available. Use of the Salary Increase Rider requires special approval.

Reinsurance review requirements:

- Any request that does not fit within our current multi-life guidelines
- Any request where the concentration of risk per ZIP code exceeds our retention limit
- All Manhattan (New York) business

Enrollment:

- A 60-day enrollment period is provided for new cases resulting in all policies with the same policy date. Applications received outside this period are subject to full underwriting.
- Subsequent enrollment periods may be required to coincide with the anniversary date of the original policies. A 30-day enrollment period is provided for new policies to existing cases resulting in the same monthly anniversary date. Applications received outside this period are subject to full underwriting.

Products and risk classes:

- Our Multi-Life Business Underwriting Program is approved for use with Principal[®] Guaranteed Issue Term II, Principal Universal Life Flex IIISM, Principal Universal Life Provider Edge IISM, Principal Indexed Universal Life Accumulation IISM, Principal Indexed Universal Life Flex IISM, Principal Variable Universal Life Income IVSM, and Principal Executive Variable Universal Life III.
- Available riders are subject to plan design and our approval.
- Separate and distinct Guaranteed Issue and Simplified Issue cost-of-insurance rates (Non-Tobacco and Tobacco) apply. Simplified Issue cost-of-insurance rates are less than Guaranteed Issue rates.

⁴ We have the right to decline insurance coverage if through a previous underwriting review with any carrier, the insured was deemed highly uninsurable.

 Let's connect

Call the National Sales Desk at 800-654-4278.
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Principal National Life Insurance Company and Principal Life Insurance Company, Des Moines, Iowa 50392-0001

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Accelerated Underwriting is an expedited underwriting program offered by Principal Life Insurance Company. Applicants may qualify based on age, face amount, and personal history.

Business underwriting programs from Principal are subject to change without notice. Current guidelines/conditions may be modified solely at our discretion based on the individual characteristics of each case.

All guarantees and benefits of the insurance policy are backed by the claims-paying ability of the issuing insurance company. Policy guarantees and benefits are not obligations of, nor backed by, the broker/dealer and/or insurance agency selling the policy, nor by any of their affiliates, and none of them makes any representations or guarantees regarding the claims-paying ability of the issuing insurance company.

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