

Brighthouse SmartCare® Highlight Sheet

General Description	Brighthouse SmartCare is a hybrid life insurance and long-term care (LTC) product that offers death benefit protection, long-term care coverage through riders, and cash value that can grow over time. If tracking major market indices, LTC benefits have the ability to grow over time with protection from market loss when the Indexed LTC option is elected. Brighthouse SmartCare is a smart way to help protect your clients' retirement from the unexpected costs of LTC.
Product Type	Indexed universal life insurance policy with long-term care benefits provided by riders
Issue Ages	40-75 years old
Risk Classes	Nonsmoker, Smoker
Face Amount Limits	Minimum Face Amount: \$50,000 Maximum Face Amount: \$1,000,000
Premiums	Minimum Premium: \$50,000 (divided by the premium paying period) Premiums can be paid over 1-5 years (annual mode only).
Base Policy Features	<p>Lapse Prevention Benefit: Guarantees that the policy will not lapse if annual required premiums are paid. The number of required premiums payable is equal to the premium paying period selected at issue. Lapse prevention premium rates vary by issue age, sex, smoker status, premium paying period, riders selected, and rider benefit durations. If a policy loan is taken, additional funding to pay the loan balance may be needed to retain this benefit.</p> <p>Terminal Illness Benefit: Will be payable if the insured has been certified by a licensed health care practitioner as having less than 12 months to live from the date of certification. The maximum benefit amount that may be requested will be the lesser of \$250,000 or 50% of the policy's face amount. The terminal illness benefit will be a one-time payout that reduces the death benefit dollar for dollar. All other policy values will reduce proportionately. The payment of this benefit will terminate both the Long-Term Care Acceleration of Death Benefit Rider (LTC ADBR) and the Extension of Benefits Rider (EOBR).</p>

Available Transactions

Policy Loans: Available at any time after policy issue.

Policy Surrender: Policy may be surrendered for its full cash surrender value at any time.¹ No partial segment indexed interest is credited for policies surrendered on any date other than the policy anniversary.

Partial Withdrawals: Withdrawals are not allowed.

Transfers/Reallocations: Available within 21 days after each policy anniversary.

Brighthouse Simple Underwriting

- Telephone application
 - No labs or exams^{2,3}
 - Initial decision generally within 24 hours of receiving completed requirements
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LTC Riders

Total Benefit Period:⁴ 4 years

Long-Term Care Acceleration of Death Benefit Rider (LTC ADBR)

- Benefits paid from this rider will reduce the death benefit dollar for dollar; all other policy values will reduce proportionately
- Up to 98% of the policy's face amount may be accessed for LTC expenses
- Benefit period of 2 years⁵

Extension of Benefits Rider (EOBR)

- Payable after LTC ADBR benefits have been exhausted
 - Benefit payments do not reduce the death benefit or other policy values
 - Benefit period of 2 years⁵
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Rider Features and Charges

Cash Indemnity: 100% of the maximum monthly benefit is paid without receipts or tracked expenses required.⁶

Non-Cancellable: Rider charge rates for the LTC ADBR and EOBR are non-cancellable for the life of the policy, meaning we cannot increase rider charge rates for the LTC ADBR or EOBR. If Fixed Growth LTC or Indexed LTC is selected, future increase in benefit amounts could result in a higher rider charge being deducted from policy values.

While on Claim: Annual deductions and required premiums are waived while insurance is on claim. Funds are transferred to the Fixed Account on the next policy anniversary after a claim begins. Funds cannot be allocated to the Indexed Accounts while on claim.

¹ Surrender of the policy may be taxable to the extent of any gain. If the policy is a modified endowment contract (MEC), any loan or surrender may be taxable to the extent of any gain and may be subject to a 10% income tax penalty.

² Labs and exams are only required if the applicant has no evidence of medical care.

³ Medical records and a cognitive assessment are required for all applicants ages 66 and older.

⁴ The monthly LTC benefit will inflate if applicable. This inflation may cause the client's acceleration pool to exhaust quicker than 2 years, but the total payout will remain at 4 years.

⁵ LTC ADBR and EOBR benefit periods are based on electing the maximum benefit amount allowed.

⁶ Monthly LTC benefits are capped at the monthly equivalent of the IRS per diem limits.

LTC Coverage Options

Indexed LTC: The initial LTC benefit amount is determined at issue and has the potential to increase based on the performance of cash value. The LTC benefit amounts will never fall below the policy's original amounts.^{7,8}

Fixed Growth LTC: The initial LTC benefit amount is determined at issue and increases at a fixed rate of 5% compounded annually. Face amount maximums and issue ages:⁹

- \$100,000 for issue ages 40-49
- \$200,000 for issue ages 50-59
- \$300,000 for issue ages 60-69
- \$500,000 for issue ages 70-75

Level LTC: The LTC benefit amount is determined at issue and does not change.

For both the Indexed LTC and Fixed Growth LTC options, the policy owner can request to lock in their benefit at any time.

Eligibility Period

After the insured meets the eligibility requirements, there is a period of 90 calendar days before benefit payments begin. The eligibility period begins on the first day the insured is certified as being chronically ill and receiving qualified long-term care (QLTC) services. Benefits will be paid retroactively from the beginning of the eligibility period.

Benefit Payment Type

Cash Indemnity: Provides monthly LTC benefit payments without the submission of receipts or tracked expenses. Once eligible to receive benefits, the owner can access the maximum available benefit dollars, regardless of actual cost of care.

Qualified Long-Term Care Services

- Adult day care
- Assisted living care
- Home health care
- Hospice care facility
- Intermediate care or custodial care in a long-term care facility
- Skilled nursing care

⁷ If the amount of coverage increases, rider charges will also increase.

⁸ Brighthouse SmartCare does not invest directly in any index. Its performance is measured against a chosen index or indices.

⁹ Fixed Growth LTC option availability is restricted by face amount and issue age.

Brighthouse SmartCare is a life insurance policy that accelerates the death benefit for qualified long-term care services and is not a health insurance policy providing long-term care insurance subject to the minimum requirements of New York Law, does not qualify for the New York State Partnership for Long-Term Care Program, and is not a Medicare supplement policy.

Long-term care (LTC) benefits provided by riders to the policy are intended to provide qualified long-term care insurance under Internal Revenue Code Section 7702B(b). Although benefits paid under a rider are intended to be income tax free as accident and health benefits under a qualified long-term care insurance contract, benefits may be taxable in certain circumstances. For example, benefits may be taxable when the aggregate LTC benefits payments received under a rider and other policies or riders exceed the Internal Revenue Code section 7702B(d)(2) per diem limitation. Clients should consult with an attorney or qualified tax professional before purchasing Brighthouse SmartCare and when exercising any right to receive LTC benefits under any rider included with the policy. The policy's death benefit and policy values will be reduced as a result of any LTC ADBR payment.

All policy values will be reduced and any LTC rider will be terminated if an Accelerated Death Benefit Payment is made under the policy. Receipt of Accelerated Death Benefits may affect eligibility for public assistance programs and may be taxable. Clients should consult a tax professional to determine the current tax consequences before requesting any Accelerated Death Benefit Payment.

Any discussion of taxes is for general information purposes only, does not purport to be complete or cover every situation, and should not be construed as legal, tax, or accounting advice. Clients should confer with their qualified legal, tax, and accounting professionals as appropriate.

Brighthouse SmartCare® is an indexed universal life insurance policy with long-term care riders issued in New York only by, and product guarantees are solely the responsibility of, Brighthouse Life Insurance Company of NY, New York, NY 10017 ("Brighthouse Financial"). All guarantees, including any optional benefits, are subject to the claims-paying ability and financial strength of the issuing insurance company. The issuing insurance company is solely responsible for its own financial condition and contractual obligations. Brighthouse SmartCare has exclusions, limitations, reduction of benefits, and terms under which the policy may be continued in force or discontinued. May not be available in all states or firms.

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