

How are Survivorship Life Insurance Policies Helpful in Estate Planning?



Survivorship life insurance policies play a vital role in estate planning by providing financial security and liquidity to cover estate taxes without the need to sell assets at low prices.

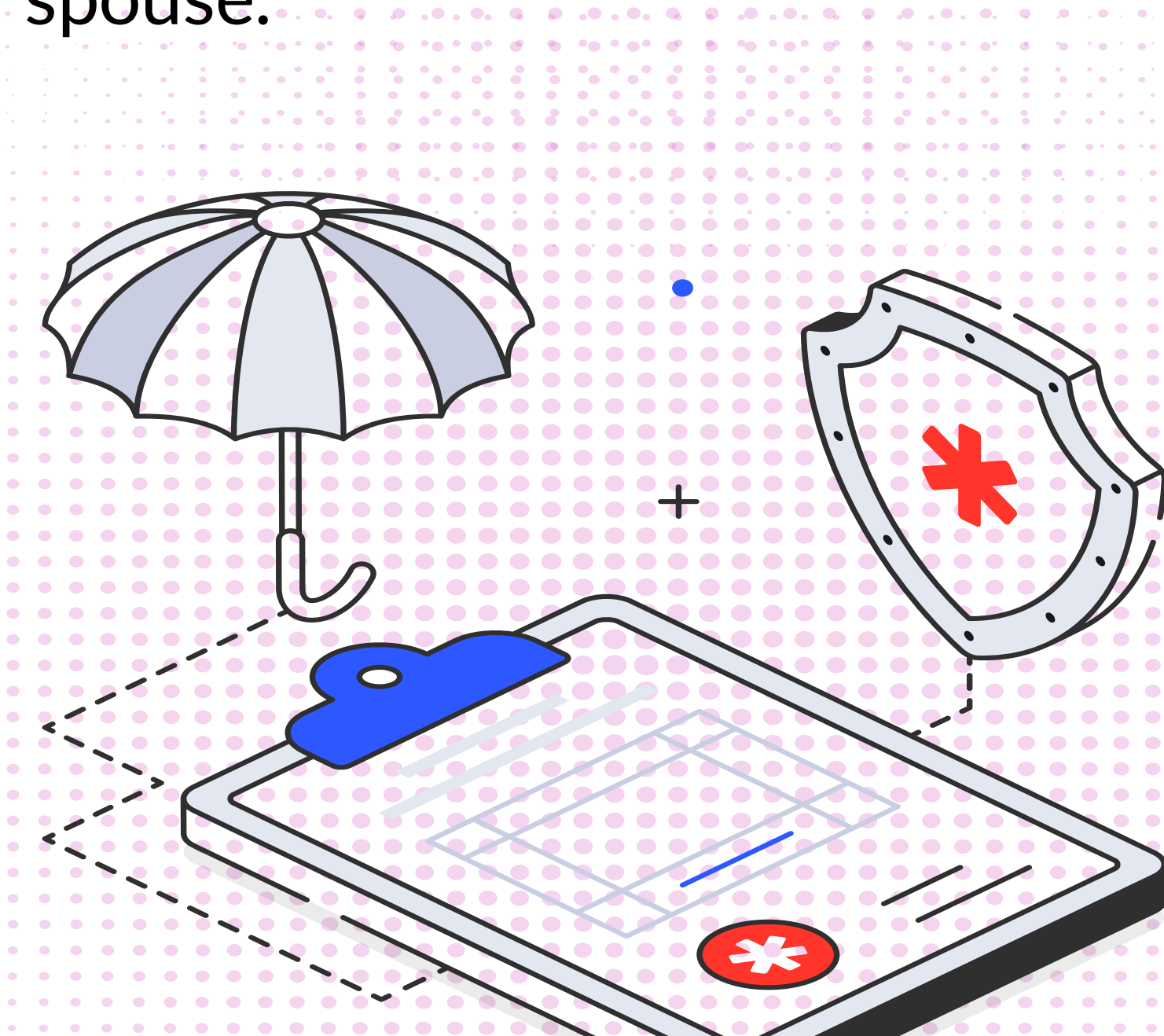
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How the Survivorship Life Insurance Policies Becomes Helpful in Estate Planning

What Does Survivorship Life Insurance Do?

Survivorship life insurance policies offer a valuable tool for estate planning by ensuring financial stability.

These policies also offer potential tax advantages for the surviving spouse.



1

Provides financial security and liquidity to cover estate taxes without the need to sell assets at low prices.

2

Offer flexibility in providing ongoing support for dependents, such as children with disabilities.

3

It can also serve as a valuable tool in minimizing estate taxes.

Types of survivorship life insurance

Whole life insurance

Universal life insurance

Variable life Insurance

• Whole life insurance is widely favored as a type of permanent life insurance.

• Universal life provides greater flexibility concerning your cash value, premiums and death benefits.

• Variable life includes a cash value feature where a portion of each premium goes towards investment chosen by you.

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Survivorship life insurance policies are permanent, they include a cash value component alongside the death benefit, serving as a tax-deferred savings option

2022

2021

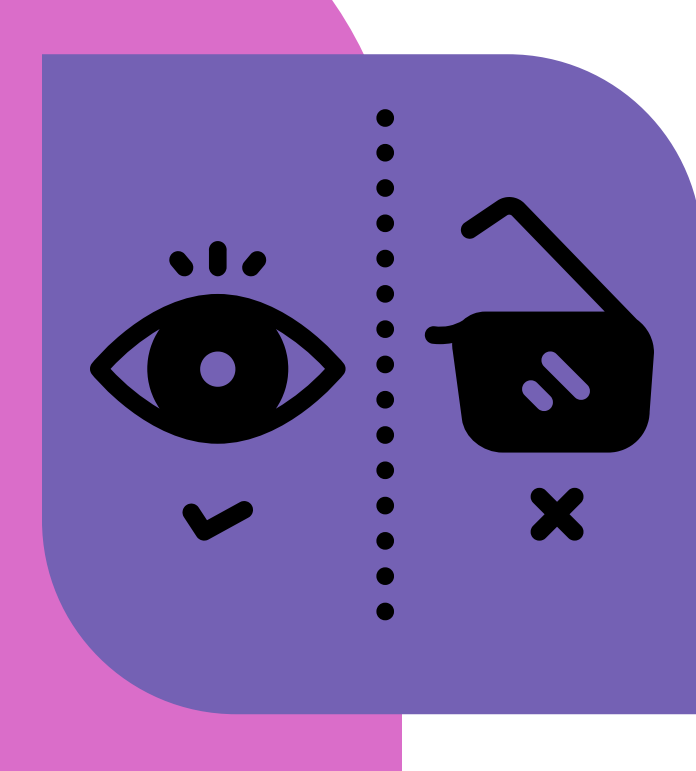
51%

52%

• 50 percent of Americans reported owning life insurance in 2022. Comparatively,

• 52% of Americans reported owning life insurance in 2021.

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The rate of people with life insurance or underinsured

106

In 2022, 106 million American adults were without life insurance or underinsured.



Percentage Premium Increase

21%

Life insurance premiums increased by 21% in the second quarter of 2021, the largest year-over-year increase since third quarter 1987.

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Pros and Cons of Survivorship Life Insurance

Pros

1 Provides a lifelong support for dependents

2 It has estate planning advantages

3 Cost-effectiveness compared to two separate policies

4 Coverage for partners with health conditions

5 Access to cash value

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Cons

1 Higher Costs of Premiums

2 Delayed payout

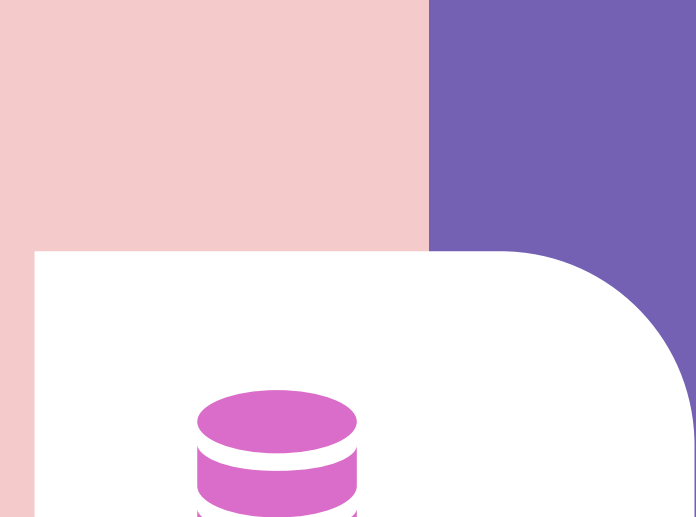
3 Complexity in division during divorce



Approximately 17% of men are Knowledgeable than Women

More men report feeling very knowledgeable about life insurance than women, by a difference of 17%.

Final Thoughts



Consulting with a financial planner and life insurance agent can help you explore all your options.

Consider survivorship life insurance if you're looking to use life insurance as part of your estate planning for your loved ones rather than solely for financial security.

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