IMPORTANT WARNING REGARDING LIFE INSURANCE REPLACEMENT

Date: [Date]

Policyholder Name: [Name]
Policy Number: [Number]

Dear [Policyholder Name],

You are considering replacing your existing life insurance policy with a new one. We urge you to review this decision carefully, as replacing a policy can have significant financial consequences.

Before you cancel your current policy, please consider the following:

- **New Contestability Period:** Most new policies include a two-year period during which the company can challenge a claim based on information in your application.
- **Suicide Clause:** A new suicide exclusion period will typically begin with the new policy.
- **Higher Premiums:** Because you are older than when you purchased your original policy, premiums for a new policy may be higher for the same amount of coverage.
- **Cash Value Loss:** You may lose accumulated cash values or dividends from your current policy. New policies often have high initial costs that delay the buildup of cash value.
- **Tax Implications:** Replacing a policy may result in tax liabilities depending on the cash value and how the surrender is handled.
- **Underwriting:** You will be required to provide evidence of insurability. If your health has changed, you may be charged higher rates or denied coverage.

Do not cancel your existing policy until your new policy has been issued, you have received it, and you are satisfied with its terms.

If you have any questions, please contact your current agent or our customer service department.

Sincerely,

[Your Name/Company Name]
[Title]
[Contact Information]