

VIATICAL SETTLEMENT DISCLOSURE PART B

This part of the disclosure tells you exactly what you are buying.

What you are purchasing

You are investing \$ _____ and will receive, subject to certain possible deductions for premiums (see Disclosure Part A), on the death of the insured.

The life expectancy of the insured in whose policy you are investing is estimated to be _____.

You are purchasing (check one):

- _____ % (percent) ownership of a life insurance policy with a \$ _____ death benefit
- the entire ownership of a life insurance policy with a \$ _____ death benefit
- _____ % (percent) of the death benefit of a life insurance policy with a \$ _____ death benefit
- the entire death benefit of a life insurance policy with a \$ _____ death benefit

The insurance policy

The life insurance policy was issued by:

Company:

Address:

Telephone Number:

The policy number is _____. It was issued on _____.

The policy is (check all that apply):

- A term policy
The term of the policy is: _____.
- A group policy
Name of the Group _____

Address

A CONTESTABLE POLICY (See Disclosure Part A)
The policy is contestable until (date)_____.

Ownership

After you make your purchase, you will be (check one):

an owner and beneficiary of a life insurance policy.

Other owners of the policy will be:

(attach list of names and addresses of other investors)

a beneficiary **only** of a life insurance policy.

The owner(s) of the policy will be:

(attach list of names, addresses, and telephone numbers)

Other beneficiaries of the policy will be:

(attach list of names and addresses of other investors)

Premiums

Premiums on the policy are (check one):

Paid up and no additional premium payments will ever be required.

Required to be paid periodically.

Premiums are:

\$ _____ annually

Payments of \$ _____ are due to be paid:

Monthly Quarterly Semi-annually Annually

Term of premium payments (check one)

- If premium payments are made as required the policy will be fully paid up on (date) _____.
- Premium payments must be made until the death of the insured.

Funding of premium payments (check all that apply)

- A portion of your investment has been set aside to pay premiums. This amount will fund the payment of premiums until (date) _____.
- These funds have been placed in an escrow account.

Name of Escrow Agent
Address

Telephone Number
Bank Name, address, and Account Number

- You will be obligated to pay additional money to fund premium payments after (date)_____. Payments of \$ _____ will be due to be paid:

Monthly Quarterly Semi-annually Annually

- Before these additional payments are due, you will be notified of when and to whom to make your premium payments.

Use of your investment funds

Of the amount you are investing:

\$ _____ will be used to purchase the policy from the insured.

\$ _____ will be set aside to pay premiums on the policy.

\$ _____ will be used to pay a commission to the seller.

\$ _____ will be used to pay administrative expenses and other transaction costs.