

1035 to SPIA

BOLI Cost Basis	1,000,000	Exclusion Ratio:	63.67%
BOLI CSV	1,250,000	Tax Rate	25.00%
SPIA ROR	3.00%		
Taxable Asset ROR	3.00%		

Time	SPIA				Taxable Side Account				SPIA + Side Account
	SPIA AV BOY	Interest EOY	Payment EOY	SPIA AV EOY	Balance BOY	AT Investment	AT Int	Balance EOY	For IRR
0	1,250,000	37,500	104,708	1,182,792	0	0	0	0	-1,250,000
1	1,182,792	35,484	104,708	1,113,567	0	95,198	2,142	97,340	0
2	1,113,567	33,407	104,708	1,042,266	97,340	95,198	4,332	196,870	0
3	1,042,266	31,268	104,708	968,826	196,870	95,198	6,572	298,639	0
4	968,826	29,065	104,708	893,182	298,639	95,198	8,861	402,698	0
5	893,182	26,795	104,708	815,270	402,698	95,198	11,203	509,099	0
6	815,270	24,458	104,708	735,020	509,099	95,198	13,597	617,893	0
7	735,020	22,051	104,708	652,362	617,893	95,198	16,045	729,136	0
8	652,362	19,571	104,708	567,225	729,136	95,198	18,548	842,881	0
9	567,225	17,017	104,708	479,533	842,881	95,198	21,107	959,186	0
10	479,533	14,386	104,708	389,211	959,186	95,198	23,724	1,078,107	0
11	389,211	11,676	104,708	296,179	1,078,107	95,198	26,399	1,199,704	0
12	296,179	8,885	104,708	200,356	1,199,704	95,198	29,135	1,324,037	0
13	200,356	6,011	104,708	101,658	1,324,037	95,198	31,933	1,451,168	0
14	101,658	3,050	104,708	0	1,451,168	95,198	34,793	1,581,159	0
15	0	0	0	0	1,581,159	95,198	0	1,676,357	1,676,357
Total		320,623	1,570,623						426,357

AT IRR:	1.98%
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Existing BOLI AT IRR:	1.00%
Surrender and Reinvest in Taxable Asset AT IRR:	1.76%
Surrender and Reinvest in BOLI AT IRR:	2.50%

Surrender and Reinvest in Taxable Asset			
Inside Buildup	250,000		
Income Tax	62,500		
MEC Penalty	25,000		
Net Proceeds	1,162,500		
Taxable Asset			
Time	Asset Balance	AT Interest	For IRR
0	1,162,500	26,156	-1,250,000
1	1,188,656	26,745	0
2	1,215,401	27,347	0
3	1,242,748	27,962	0
4	1,270,709	28,591	0
5	1,299,300	29,234	0
6	1,328,535	29,892	0
7	1,358,427	30,565	0
8	1,388,991	31,252	0
9	1,420,244	31,955	0
10	1,452,199	32,674	0
11	1,484,873	33,410	0
12	1,518,283	34,161	0
13	1,552,444	34,930	0
14	1,587,374	35,716	0
15	1,623,090		1,623,090
Total		460,590	373,090
		AT IRR:	1.76%
		SPIA Advantage	0.22%

Existing BOLI			
BOLI ROR	1.00%		
Existing BOLI			
Time	BOLI CV	Tax Free Income	For IRR
0	1,250,000		-1,250,000
1	1,262,500	12,500	0
2	1,275,125	12,625	0
3	1,287,876	12,751	0
4	1,300,755	12,879	0
5	1,313,763	13,008	0
6	1,326,900	13,138	0
7	1,340,169	13,269	0
8	1,353,571	13,402	0
9	1,367,107	13,536	0
10	1,380,778	13,671	0
11	1,394,585	13,808	0
12	1,408,531	13,946	0
13	1,422,617	14,085	0
14	1,436,843	14,226	0
15	1,451,211	14,368	1,451,211
Total		201,211	
		AT IRR:	1.00%
		SPIA Advantage	0.98%

Surrender and Reinvest in BOLI			
New BOLI ROR	3.00%		
New BOLI			
Time	BOLI CV	Interest	For IRR
0	1,162,500		-1,250,000
1	1,197,375	34,875	0
2	1,233,296	35,921	0
3	1,270,295	36,999	0
4	1,308,404	38,109	0
5	1,347,656	39,252	0
6	1,388,086	40,430	0
7	1,429,728	41,643	0
8	1,472,620	42,892	0
9	1,516,799	44,179	0
10	1,562,303	45,504	0
11	1,609,172	46,869	0
12	1,657,447	48,275	0
13	1,707,170	49,723	0
14	1,758,386	51,215	0
15	1,811,137	52,752	1,811,137
Total		648,637	561,137
		AT IRR:	2.50%
		SPIA Advantage	-0.53%