

**Private Premium Financing @ AFR.pdf**

**PRIVATE PREMIUM FINANCING STRATEGY**

Utilizing

**Transamerica Life Insurance Company**

*Loan Interest is not deductible. This example does not take into consideration any assumption regarding income, gift, or estate tax. Please consult your tax advisor.*

*This is for illustrative purposes only and is not an offer or guarantee of future performance or loan rates as illustrated.*

*This Policy was illustrated with a Return of Premium death benefit option.*

*The Initial Annual Loan Rate is based on the Long Term AFR as listed in REV. RUL. 2009-33 TABLE 1*

FOR: Mr. Client - 75, Mrs. Client - 73

AGE: 75, 73

CLASSIFICATION: MALE, STANDARD, NON-SMOKER; FEMALE, PREFERRED, NON-SMOKER

POLICY: TransACE Survivor

FACE AMOUNT: \$10,000,000

ISSUER: Transamerica Life Insurance

*Privately Financed No-Lapse UL Premium*

Year	Annual Insurance Premium	Annual Loan To Trust	Cumulative Loan To Trust	Assumed Loan Rate	Annual Interest Due In Arrears	Interest Paid By Trust To Lender	Assumed Taxable Income To Lender*	Total Annual Outlay By Lender	Gross Death Benefit	Repaid To Lender @ Death	Death Benefit Net of Loan	Estimated IRR at Death
	(1)	(2)	(3)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
1	(510,797)	(510,797)	(510,797)	4.10%	0	0	0	(510,797)	10,510,797	(510,797)	10,000,000	0.00%
2	(510,797)	(510,797)	(1,021,594)	4.10%	(20,943)	(20,943)	0	(531,740)	11,021,594	(1,021,594)	10,000,000	47649.39%
3	(510,797)	(510,797)	(1,532,391)	4.10%	(41,885)	(41,885)	0	(552,622)	11,532,391	(1,532,391)	10,000,000	1987.45%
4	(510,797)	(510,797)	(2,043,188)	4.10%	(62,828)	(62,828)	0	(573,625)	12,043,188	(2,043,188)	10,000,000	608.61%
5	(510,797)	(510,797)	(2,553,985)	4.10%	(83,771)	(83,771)	0	(594,568)	12,553,985	(2,553,985)	10,000,000	307.57%
6	(510,797)	(510,797)	(3,064,782)	4.10%	(104,713)	(104,713)	0	(615,510)	13,064,782	(3,064,782)	10,000,000	191.46%
7	(510,797)	(510,797)	(3,575,579)	4.10%	(125,656)	(125,656)	0	(636,453)	13,575,579	(3,575,579)	10,000,000	133.00%
8	(510,797)	(510,797)	(4,086,376)	4.10%	(146,599)	(146,599)	0	(657,396)	14,086,376	(4,086,376)	10,000,000	98.70%
9	(510,797)	(510,797)	(4,597,173)	4.10%	(167,541)	(167,541)	0	(678,338)	14,597,173	(4,597,173)	10,000,000	76.50%
10	(510,797)	(510,797)	(5,107,970)	4.10%	(188,484)	(188,484)	0	(699,281)	15,107,970	(5,107,970)	10,000,000	61.10%
	(5,107,970)	(5,107,970)			(942,420)	(942,420)	0	(6,050,390)				
11	(510,797)	(510,797)	(5,618,767)	4.10%	(209,427)	(209,427)	0	(720,224)	15,618,767	(5,618,767)	10,000,000	49.88%
12	(510,797)	(510,797)	(6,129,564)	4.10%	(230,369)	(230,369)	0	(741,166)	16,129,564	(6,129,564)	10,000,000	41.39%
13	(510,797)	(510,797)	(6,640,361)	4.10%	(251,312)	(251,312)	0	(762,109)	16,640,361	(6,640,361)	10,000,000	34.76%
14	(510,797)	(510,797)	(7,151,158)	4.10%	(272,255)	(272,255)	0	(783,052)	17,151,158	(7,151,158)	10,000,000	29.46%
15	(510,797)	(510,797)	(7,661,955)	4.10%	(293,197)	(293,197)	0	(803,994)	17,661,955	(7,661,955)	10,000,000	25.13%
16	0	0	(7,661,955)	4.10%	(314,140)	(314,140)	0	(314,140)	17,661,955	(7,661,955)	10,000,000	21.54%
17	0	0	(7,661,955)	4.10%	(314,140)	(314,140)	0	(314,140)	17,661,955	(7,661,955)	10,000,000	18.55%
18	0	0	(7,661,955)	4.10%	(314,140)	(314,140)	0	(314,140)	17,661,955	(7,661,955)	10,000,000	16.04%
19	0	0	(7,661,955)	4.10%	(314,140)	(314,140)	0	(314,140)	17,661,955	(7,661,955)	10,000,000	13.92%
20	0	0	(7,661,955)	4.10%	(314,140)	(314,140)	0	(314,140)	17,661,955	(7,661,955)	10,000,000	12.10%
	(7,661,955)	(7,661,955)			(3,769,682)	(3,769,682)	0	(11,431,637)				
21	0	0	(7,661,955)	4.10%	(314,140)	(314,140)	0	(314,140)	17,661,955	(7,661,955)	10,000,000	10.55%
22	0	0	(7,661,955)	4.10%	(314,140)	(314,140)	0	(314,140)	17,661,955	(7,661,955)	10,000,000	9.20%
23	0	0	(7,661,955)	4.10%	(314,140)	(314,140)	0	(314,140)	17,661,955	(7,661,955)	10,000,000	8.03%
24	0	0	(7,661,955)	4.10%	(314,140)	(314,140)	0	(314,140)	17,661,955	(7,661,955)	10,000,000	7.01%
25	0	0	(7,661,955)	4.10%	(314,140)	(314,140)	0	(314,140)	17,661,955	(7,661,955)	10,000,000	6.12%
26	0	0	(7,661,955)	4.10%	(314,140)	(314,140)	0	(314,140)	17,661,955	(7,661,955)	10,000,000	5.33%
27	0	0	(7,661,955)	4.10%	(314,140)	(314,140)	0	(314,140)	17,661,955	(7,661,955)	10,000,000	4.63%
28	0	0	(7,661,955)	4.10%	(314,140)	(314,140)	0	(314,140)	17,661,955	(7,661,955)	10,000,000	4.01%
29	0	0	(7,661,955)	4.10%	(314,140)	(314,140)	0	(314,140)	17,661,955	(7,661,955)	10,000,000	3.46%
30	0	0	(7,661,955)	4.10%	(314,140)	(314,140)	0	(314,140)	17,661,955	(7,661,955)	10,000,000	2.96%
	(7,661,955)	(7,661,955)			(6,911,083)	(6,911,083)	0	(14,573,038)				

This example is not a supplementary illustration, or a contract. Please refer to a complete basic policy illustration for information regarding the policy.