



**Please see reverse side for instructions.**

**LOAN REQUEST FORM**

**Policy Type**  Indexed  Variable  Other **PLEASE PRINT**

Name of Insured	Policy Number	Phone Number - -
Address of Policy Owner <input type="checkbox"/> New Address		

**POLICY LOAN** Select One:  Maximum loan value  \$ \_\_\_\_\_ of loan value

I agree that any premium presently due will be deducted from the proceeds.  
We may withhold three months of policy cost from the total amount available for loan to keep your policy from immediately entering a grace period.

**Indexed Policies Only:**  
I understand that unless I have specified otherwise in writing, I am requesting that you allocate the Standard Policy Loan first to the unloaned Fixed Account.  
Please select one of the following:  Standard Policy Loan  Variable Interest Loan

**LOAN AGREEMENT**  
I/We the undersigned, do hereby request an advance under the policy loan clause of the policy identified above for an amount not to exceed the maximum loan value of the policy, subject to the terms and conditions of the policy and to bear interest at the rate provided in the Policy.

In compliance with such terms and conditions and for the purposes therein provided, said policy and its accumulations and all monies now or hereafter due by virtue thereof are hereby assigned to NORTH AMERICAN COMPANY as security for the amount of this loan and interest thereon, and any other indebtedness to said Company on account of said policy.

Said policy is in the possession and control of the undersigned, and is not assigned or subject to any vested interests except as follows:

Any such assignment or vested interest shall be secondary and subordinate to this agreement to said Company. If your policy contains a premium guarantee account that extends the death benefit guarantee on your policy; taking a loan could cause the length of your death benefit guarantee to be reduced, and in some cases the death benefit guarantee may be terminated.

I/We certify that no bankruptcy proceedings filed by or against me are now pending and that no liens are outstanding against this policy/rider, except as follows:

**INSTRUCTIONS – if no election is made, Federal Income Tax will NOT be withheld.**  
Check Box A if you do not want federal income tax withheld from this distribution. Check Box B if you want to have 10% withholding apply. If selected and state income tax is applicable, state income tax will be withheld. The percentage withheld varies by state.

- A.  I do not want to have federal income tax withheld.
- B.  I want to have federal income tax withheld.
- I certify, under penalty of perjury, that:
- (1) The number shown on this form is my correct taxpayer identification number, and;
  - (2) I am not subject to backup withholding either because I have not been notified that I am subject to backup withholding as a result of failure to report all interest or dividends, or the Internal Revenue Service has notified me that I am no longer subject to backup withholding.
  - (3) If this transaction is subject to a **community property** interest, we strongly recommend that You obtain Your spouse's signature on this application to document his/her consent to this transaction. States that recognize community property interests in property held by married persons include Alaska, Arizona, California, Idaho, Louisiana, Nevada, New Mexico, Texas, Washington and Wisconsin.  
You understand and agree that the Company may presume that no community property exists if You have not obtained your spouse's signature below. Further, You understand and agree that the Company has no duty to inquire further about any such community property interest. As a result, You agree to indemnify and hold the Company harmless from any consequences relating to community property interests and this transaction.  
Please note that the term "spouse" includes domestic partner or other partner as permitted by civil union, domestic partnership or similar law.
  - (4) I have read and understood the above disclosure.

Owner's Name (Please Print)	Owner's Social Security# or Taxpayer ID#	
Owner's Signature	Owner's Date of Birth	Date
Signature of Owner's Spouse, (Required if issue or resident state is-AK, AZ, CA, ID, LA, NV, NM, TX, WA, WI)		Date
Signature of Joint Owner or Second Officer with Title	Joint Owner's Social Security or Taxpayer ID#	Date

## LOAN REQUEST FORM

### **Federal Income Tax Withholding Election:**

Withholding is based on the portion of the loan that is includible in your income subject to federal income tax if this portion exceeds \$200 on an annual basis. There is no withholding on the portion that represents a return of your own non-deductible contribution to the contract.

Your election may be changed at any time by written notice to the Company. If you elect not to have withholding applied or if you do not have enough federal income tax withheld from your loans, you may be responsible for payment of estimated taxes. You may incur penalties under the estimated tax rules if your withholding and estimated tax payments are not sufficient.

## **TYPES OF LOANS**

Depending on when you request a Policy Loan, you may have the option to select either a Standard Policy Loan or a Variable Interest Loan. Below you will find a general description of both loan types. Please see your policy for additional details.

### **Standard Policy Loans**

The interest rate charged on Standard Policy Loans is declared by North American Company, but will never be more than the maximum standard policy loan interest rate printed in your policy.

The interest rate credited to the loaned portion of your Policy Fund Value will equal the guaranteed interest rate printed in your policy (typically 3% per year).

The net cost of a loan is the difference between the interest rate charged and the interest rate credited. The maximum net cost of the loan for standard loans is the difference between the maximum standard policy loan interest rate and the guaranteed interest rate for the Fixed Account.

Starting in the initial policy year for Zero Cost Loans printed in your policy (typically policy year 6), the interest rate charged on Standard Policy Loans will be the same as the interest rate credited on the loaned portion of your Policy Fund Value. In this case, the net cost of the loan is 0%.

In brief, Standard Policy Loans are predictable since the net cost of the loan falls in a very narrow range (and the net cost is guaranteed for Zero Cost Loans).

If your policy contains a premium guarantee account that extends the death benefit guarantee on your policy; taking a loan or withdrawal could cause the length of your death benefit guarantee to be reduced, and in some cases the death benefit guarantee may be terminated.

### **Variable Interest Loans - Indexed Products Only**

The interest rate charged on a Variable Interest Loan is tied to a Published Monthly Average (Moody's), but will never be more than the maximum variable loan interest rate shown in the policy (typically 10% per year). The interest rate can change based on the current Published Monthly Average.

Under Variable Interest Loans, the loaned portion of your Policy Fund Value will continue to earn interest and index credits based on the allocation of money to the Fixed Account and the Index Selections. The credits could be more or less than the interest charged on the policy loan.

The net cost of a variable interest loan could be negative if the credits earned are greater than the interest charged. The net cost of the loan could also be larger than under standard policy loans if the amount credited is less than the interest charged. In the extreme example, the amount credited could be zero and the net cost of the loan would equal the interest rate charged on variable interest loans (which has a maximum, typically of 10%).

In brief, Variable Interest Loans have more uncertainty in both the interest rate charged and the interest rate credited.

## **ADDITIONAL DOCUMENTS REQUIRED**

### **If the policy is Assigned to a Bank/Business:**

- Release of Assignment, OR
- Corporate/Bank Resolution showing Officers authorized to sign on behalf of the Bank/Business, AND
- The signature of two Officers and their titles of the Bank/Business (on the request form)

### **If the policy is Assigned to an Individual (other than the owner):**

- Release of Assignment or a signature from the assignee authorizing the disbursement

### **If the policy is owned by a Business:**

- Corporate Resolution
- The signature of two Officers and their titles of the owning business (on the request form)

### **If the policy is owned by a Trust:**

- Certification of Trust

### **If the policy owner resides in AZ, CA, CT, MI, NC or NJ and is requesting taxes withheld:**

- State Tax Form

### **If the policy owner resides in a foreign country:**

- W-8BEN