

NGL Funeral Expense Trust

Security for your future



Protecting your assets at any age is important, but never more than when you are confined to a nursing home or need to apply for Medical Assistance (Medicaid). By transferring ownership of your policy to the NGL Funeral Expense Trust, as of the effective date of transfer, you may be able to exclude your policy as an asset for Medicaid eligibility purposes. In addition, you can be assured that the funds in the policy will be used to first pay your funeral expenses, with any excess returned to your estate.

By irrevocably assigning your policy and permanently transferring all ownership rights to the NGL Funeral Expense Trust, you'll receive the following benefits:

- The ability to exclude your policy as an asset in order to qualify for Medicaid and Supplemental Security Income (SSI).
- Policy proceeds are paid to the Trust, which then pays funeral costs. Any excess will be paid to the estate of the Insured.
- Funds used for funeral expenses are protected from creditors, such as nursing homes, hospitals, lawyers, etc.
- Death proceeds used for funeral expenses will avoid probate costs and delays.
- Income Tax free benefits *

Individual state regulations may vary. We recommend that you consult a Legal Advisor for complete details on irrevocable assignments, Medicaid eligibility and on using a trust to protect your assets, including a life insurance policy.



National Guardian Life Insurance Company (NGL)
P.O. Box 1191 • Madison WI 53701-1191 • Phone: 800.988.0826 • www.nglic.com

*IRC Code Sec. 101(a)

FET Trust Flyer 08/07

National Guardian Life Insurance Company is not affiliated with The Guardian Life Insurance Company of America, a/k/a The Guardian or Guardian Life.



Settlers Life and the NGL Estate Planning Trust ***Security for your future***

Protecting your assets at any age is important. One way to help protect your assets is to irrevocably assign your Settlers Life policy into the NGL Estate Planning Trust and name the Trust as your primary beneficiary.

This trust provides an opportunity for you to protect your policy proceeds from creditors, ensuring that they will first be used to pay the funeral expenses of the insured named on your policy.

Q. What's required to take advantage of the Trust?

Answer: An irrevocable assignment of your Settlers Life policy to the NGL Estate Planning Trust, the designation of the Trust as the beneficiary of the policy (so it receives the funds to pay your funeral expenses), and the designation of a Trust Beneficiary (someone to receive the funds in excess of what are needed for funeral expenses).

By irrevocably assigning your Settlers Life policy and permanently transferring all ownership rights to the NGL Estate Planning Trust, plus naming the Trust as primary beneficiary, you will receive the following benefits:

- ✓ Policy proceeds are paid to the Trust, which then pays the Insured's funeral costs. Any excess funds will be returned to a Trust Beneficiary you choose or to the estate of the insured.
- ✓ Funds used for funeral expenses are protected from creditors, such as nursing homes, hospitals, lawyers, etc.
- ✓ Death proceeds used for funeral expenses will avoid probate costs and delays.
- ✓ Income Tax free benefits (See IRC Section 101a).

Individual state regulations may vary and sometimes change. We recommend that you consult a Legal Advisor for complete details on irrevocable assignments, Medicaid eligibility and on using a trust to protect your assets, including a life insurance policy.



SETTLERS LIFE INSURANCE COMPANY

Madison, Wisconsin

Administrative Office: 1969 Lee Highway, Bristol, Virginia 24201
(276) 645-4300



Irrevocable Assignment of Ownership to the NGL Estate Planning Trust (herein called "Trust")

Please print all information.

Policyowner _____ Social Security Number _____

Insured (if other than Policyowner) _____

Policy Beneficiary: Estate Planning Trust Other _____

If Policy Beneficiary is the Trust, the
"Trust Beneficiary" for excess proceeds shall be: _____

Effective 45 days from the Effective Date of the above identified policy ("Policy"), I hereby assign ownership of the Policy to the Trust. I understand that by assigning ownership of the Policy to the Trust, that as the 45th day after the Effective Date of the Policy:

1. The Policy is accepted by the Trust subject to all the terms of the Trust, which, if the Trust is the primary beneficiary on the Policy, includes payment of the proceeds of the Policy for the funeral expenses of the Insured, of a kind and type as listed on the back of this form;
2. The change of ownership is permanent and, except as stated herein, I renounce my power to control ownership of the Policy;
3. I give up any remaining right to cancel the Policy and receive a return of premium under the Free Look provision;
4. I waive all rights under the Policy to surrender it for cash or to obtain a loan against the Policy;
5. I give up the right to change the beneficiary on this Policy or its riders, if any;
6. If the Trust is the primary beneficiary on the Policy, any proceeds in excess of the amount required to cover the cost of the funeral expenses of the Insured will be paid to the "Trust Beneficiary" named above, if living, otherwise to the Estate of the Insured; and
7. I acknowledge and agree that it is my personal obligation to pay all premiums due on the Policy (if any) and, if my failure to pay premiums results in the lapse of the Policy, the Trust will have no obligation to pay my funeral expenses; and my ability to qualify for state and federal public assistance programs is not guaranteed.

I understand that I may obtain a full copy of the Trust, at any time, upon written request to the Trust Administrator at the following address:

**National Guardian Life Insurance Company
2 E. Gilman Street
Madison WI 53703**

Immediate Transfer – By checking this box, I hereby confirm my election to make this irrevocable assignment effective immediately upon issuance of the Policy, instead of forty five (45) days from the Effective Date of the Policy. I understand that by making this assignment effective immediately, that I give up all rights to cancel the Policy and receive a return of premium under the Free Look Provision of the Policy.

Signature of Policyowner _____ Date _____

The Trust accepts this assignment and agrees to use the proceeds of the insurance policy for the payment of funeral expenses as set forth herein and per the terms and provisions of the Trust.

NGL Funeral Expense Trust Policy Number: _____

By: _____
Its Administrator or Trustee Date _____

Authorized Expense Directive

Pursuant to the Assignment on the reverse side hereof and the terms and provisions of the Trust, the Assignor does hereby expressly authorize and direct the Trustee to distribute Trust assets generated by the Policy to service or product providers in payment of the Insured's funeral expenses related to the provision of the following services and/or products:

The goods and services qualifying for distribution hereunder include, but are not limited to the following:

Basic Services of Funeral Director & Staff

Other Professional Services

Embalming

Other Care of Deceased

Dressing/Cosmetology/Casketing

Funeral Home Facilities and/or Staff Services

Viewing/Visitation

Funeral Service

Memorial Service

Graveside Service

Other

Other Merchandise

Clergy Honorarium

Death Certificates

Musicians

Temporary Marker

Stationery Package

Obituary Notices

Flowers

Clothing

Open/Close

Other

Casket

Alternative Container

Outer Burial Container

Other Services

Transportation Equipment & Driver

Transfer of Deceased

Funeral Vehicle/Hearse

Car/Limousine

Utility/Service Vehicle

Other

Cemetery Charges