

## ASSIGNMENT OF LIFE INSURANCE POLICY AS COLLATERAL

### 1. Assignment

For value received, \_\_\_\_\_ (insert full legal name of person/company who is assigning the policy) of \_\_\_\_\_ (insert street address, city, county & postcode) (the "Assignor"), hereby assigns, transfers, and delivers to \_\_\_\_\_ (insert full legal name of lender/company being assigned of the policy) (insert street address, city, county & postcode) (the "Assignee"), its successors or assigns, policy No. \_\_\_\_\_, (insert number) issued by \_\_\_\_\_ (insert full legal name of insurer) (the "Insurer"), and any supplementary contract issued in connection therewith on the life of \_\_\_\_\_ (insert full legal name of person insured by the policy) (insert street address, city, county & postcode), and all the right, title, and interest therein except as provided in Section 3 hereof, subject to all the terms and conditions of the policy and to all superior liens, if any, that Insurer may have against the policy.

### 2. Rights of Assignee

Assignor agrees that the following specific rights pass to Assignee by virtue of this Assignment:

- (a) The sole right to collect from Insurer the net proceeds of the policy when it becomes a claim by death or maturity;
- (b) The sole right to surrender the policy and receive the surrender value thereof at any time provided by the terms of the policy and at such other times as Insurer may allow, and the full right to obtain one or more loans or advances on the policy from Insurer, such rights subject however, to the provisions of Section 5(a) hereof;
- (c) The sole right to collect and receive all distributions or shares of surplus, dividend deposits, or additions to the policy now or hereafter made or apportioned thereto, and to exercise any and all options contained in the policy with respect thereto; provided, that unless and until Assignee shall notify Insurer in writing to the contrary, the distributions or shares of surplus, dividend deposits, and additions shall continue on the plan in force at the time of this Assignment; and
- (d) The sole right to exercise all non-forfeiture rights permitted by the terms of the policy or allowed by Insurer and to receive all benefits and advantages derived therefrom.