

Your Company Name Insured RRIF

(current date)

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"Maximize your RRIF estate balance!"

Are you now receiving RRIF income above what you need to live on?

Are you interested in passing the entire balance of your RRIF to your estate on death?

Many people are unaware that:

- * By withdrawing only the minimum required RRIF income, that they are actually creating a larger tax liability, as 100% of the remaining RRIF balance is taxable on their death if they do not have a spouse to roll the account to. Even if there is a spouse to transfer the balance to, the remainder is fully taxable on her death! In addition to that, the income tax they will have to pay over their lifetime on non-registered savings, may be equal to or more than the actual amount saved!
- * They do not have to risk money in an Equity investment to have non-taxable interest growth!
- * They do not have to give up control of assets earmarked for grandchildren to avoid paying taxes on the growth!

A level Term or Universal Life insurance policy that is payable on the first or second death (if a spouse exists) is an excellent planning tool that can be used to pay the tax liability in the RRIF account.

This means that you can establish a minimum withdrawal with the confidence that the full amount of the balance will be received by your estate.

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The Insured RRIF concept is designed for those who wish to ensure that the full balance of the RRIF account passes on to the estate upon death.

To accomplish this, a Term or Universal insurance policy is purchased with a portion of the Net Annual After Tax Payout of the RRIF. This ensures that the estate will be able to pay all the taxes owed to Revenue Canada upon death without sacrificing any of the RRIF balance.

The Face Amount is calculated to cover the maximum amount of tax due, which is when the balance in the RRIF account is highest.

NOTE: The balance of the RRIF can be rolled over to a surviving spouse with no tax penalty. If this applies, then purchasing a Joint and Last-To-Die Term or Universal Life policy is recommended.

This illustration assumes that the first insurance premium is paid when the first payout comes out of the RRIF, which is immediately when the RRIF is started.

This is an illustration only and NOT a Contract. Rates of return and values contained within are projections only and are not guarantees or forecasts of future performance. It must be read in conjunction with a policy illustration from the Life Company.

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CONCEPT ASSUMPTIONS

Insureds

Insured: Retired RRIF Owner,
Male Age 65 Non-Smoker

Prepared By:

Name: Agent / Broker

Product

Name: Term to 100
Policy Type: Single Life
Face Amount: \$111,659
Payment Method: Life Pay

Other Details

RRIF Rate: 7.00%
RRIF Single Premium: \$250,000
RRIF Payout Type: Level
Term Premium: \$3,474

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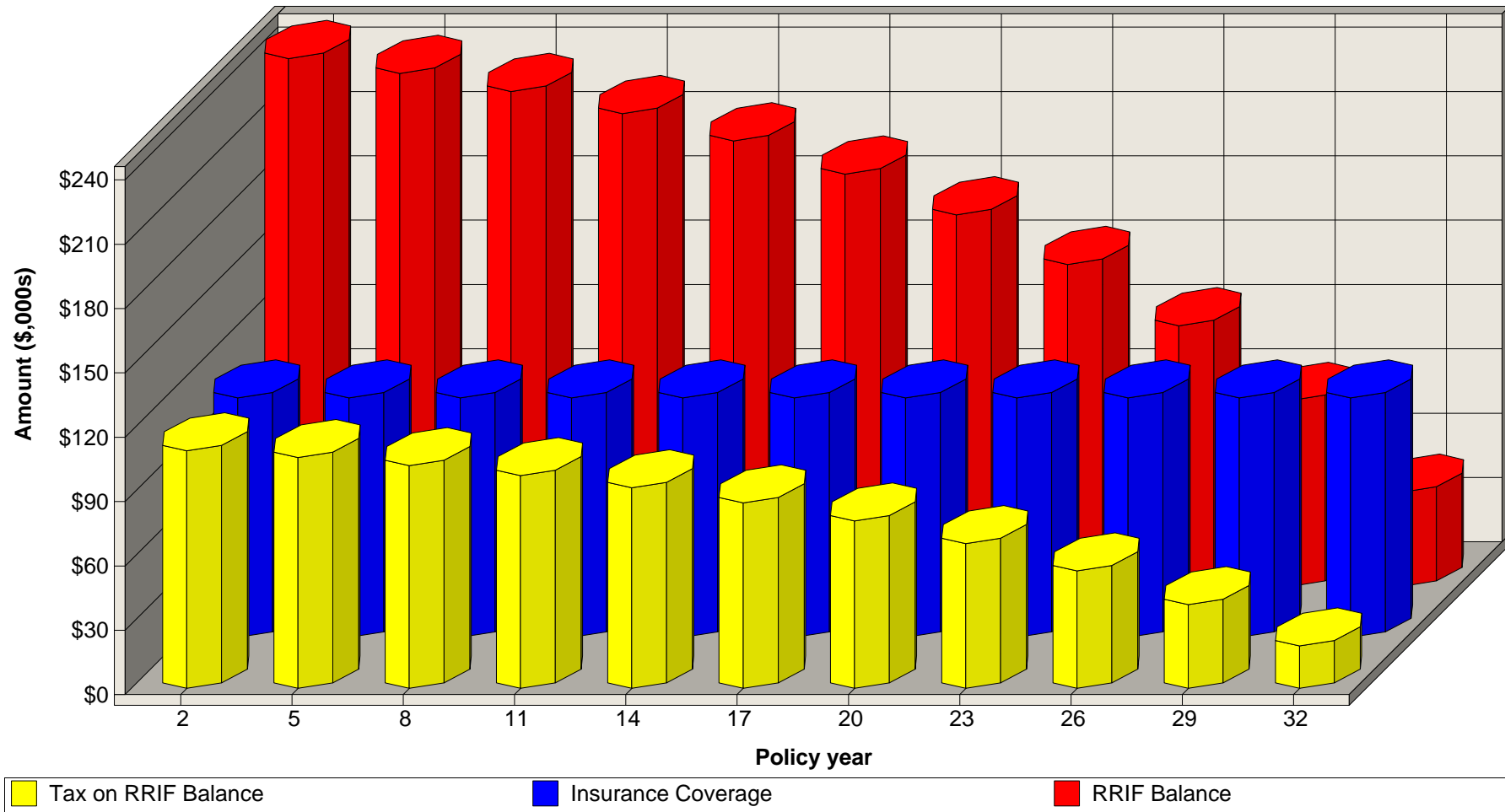
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					Uninsured RRIF		Insured RRIF		
Pol		Gross		Tax On	Net	Proceeds		Net	Proceeds
Yr	Age	Annual	RRIF	Balance	After Tax	To Estate	Annual	After Tax	To Estate
		Payout	Balance	At Death	Payout	At Death	Premium	Payout	At Death
1	66	18,102	248,131	111,659	9,956	136,472	3,474	6,482	248,131
2	67	18,102	246,132	110,759	9,956	135,372	3,474	6,482	247,031
3	68	18,102	243,992	109,796	9,956	134,196	3,474	6,482	245,855
4	69	18,102	241,703	108,766	9,956	132,936	3,474	6,482	244,595
5	70	18,102	239,253	107,664	9,956	131,589	3,474	6,482	243,248
6	71	18,102	236,632	106,484	9,956	130,148	3,474	6,482	241,807
7	72	18,102	233,827	105,222	9,956	128,605	3,474	6,482	240,264
8	73	18,102	230,827	103,872	9,956	126,955	3,474	6,482	238,614
9	74	18,102	227,616	102,427	9,956	125,189	3,474	6,482	236,848
10	75	18,102	224,180	100,881	9,956	123,299	3,474	6,482	234,958
11	76	18,102	220,504	99,227	9,956	121,277	3,474	6,482	232,936
12	77	18,102	216,570	97,457	9,956	119,114	3,474	6,482	230,773
13	78	18,102	212,361	95,563	9,956	116,799	3,474	6,482	228,458
14	79	18,102	207,858	93,536	9,956	114,322	3,474	6,482	225,981
15	80	18,102	203,039	91,368	9,956	111,672	3,474	6,482	223,331
16	81	18,102	197,883	89,047	9,956	108,836	3,474	6,482	220,495
17	82	18,102	192,366	86,565	9,956	105,801	3,474	6,482	217,460
18	83	18,102	186,463	83,908	9,956	102,555	3,474	6,482	214,214
19	84	18,102	180,147	81,066	9,956	99,081	3,474	6,482	210,740
20	85	18,102	173,388	78,025	9,956	95,363	3,474	6,482	207,022
35	100	10,311			5,671		3,474	2,197	111,659

Your Company Name

Proposal For: Retired RRIF Owner Prepared By: Agent / Broker

Insured RRIF



Male 65 NS. PRODUCT: Term to 100. FACE AMOUNT: \$111,659. TAX RATE: 45.00%
RRIF INVESTMENT: 250,000. RRIF RATE: 7.00% PAYOUT: Level
NOTE: Must accompany a policy illustration. E.&O.E.