

(1) THERE ARE POSSIBLE ALTERNATIVES TO VIATICAL SETTLEMENT CONTRACTS, INCLUDING ANY ACCELERATED DEATH BENEFITS OR POLICY LOANS OFFERED UNDER THE VIATOR'S POLICY;

(2) SOME OR ALL OF THE PROCEEDS OF THE VIATICAL SETTLEMENT MAY BE TAXABLE UNDER FEDERAL OR STATE INCOME TAX LAW, AND ASSISTANCE SHOULD BE SOUGHT FROM A PROFESSIONAL TAX ADVISER;

(3) PROCEEDS OF THE VIATICAL SETTLEMENT COULD BE SUBJECT TO THE CLAIMS OF CREDITORS;

(4) RECEIPT OF THE PROCEEDS OF A VIATICAL SETTLEMENT MAY ADVERSELY AFFECT THE VIATOR'S ELIGIBILITY FOR MEDICAID OR OTHER GOVERNMENT BENEFITS OR ENTITLEMENTS, AND ADVICE SHOULD BE OBTAINED FROM THE APPROPRIATE GOVERNMENT AGENCIES;

(5) (I) THE VIATOR HAS THE RIGHT TO RESCIND A VIATICAL SETTLEMENT CONTRACT FOR 15 CALENDAR DAYS AFTER RECEIPT OF THE VIATICAL SETTLEMENT PROCEEDS BY THE VIATOR, SUBJECT TO REPAYMENT OF ALL VIATICAL SETTLEMENT PROCEEDS AND ANY PREMIUMS AND LOAN INTEREST PAID BY THE VIATICAL SETTLEMENT PROVIDER; AND

(II) IF THE INSURED DIES DURING THE RESCISSION PERIOD, THE VIATICAL SETTLEMENT CONTRACT SHALL BE DEEMED TO HAVE BEEN RESCINDED, SUBJECT TO REPAYMENT OF ALL VIATICAL SETTLEMENT PROCEEDS AND ANY PREMIUMS, LOANS, AND LOAN INTEREST TO THE VIATICAL SETTLEMENT PROVIDER;

(6) FUNDS WILL BE SENT TO THE VIATOR WITHIN 3 BUSINESS DAYS AFTER THE VIATICAL SETTLEMENT PROVIDER HAS RECEIVED THE INSURER'S OR GROUP ADMINISTRATOR'S ACKNOWLEDGMENT THAT OWNERSHIP OF OR INTEREST IN THE POLICY HAS BEEN TRANSFERRED AND THE BENEFICIARY HAS BEEN DESIGNATED;

(7) ENTERING INTO A VIATICAL SETTLEMENT CONTRACT MAY CAUSE OTHER RIGHTS OR BENEFITS, INCLUDING CONVERSION RIGHTS AND WAIVER OF PREMIUM BENEFITS THAT MAY EXIST UNDER THE POLICY, TO BE FORFEITED BY THE VIATOR, AND ASSISTANCE SHOULD BE SOUGHT FROM A FINANCIAL ADVISER; AND

(8) (I) THE INSURED MAY BE CONTACTED BY EITHER THE VIATICAL SETTLEMENT PROVIDER OR THE VIATICAL SETTLEMENT BROKER OR ITS AUTHORIZED REPRESENTATIVE FOR THE PURPOSE OF DETERMINING THE INSURED'S HEALTH STATUS; AND

(II) THIS CONTACT IS LIMITED TO:

1. ONCE EVERY 3 MONTHS IF THE INSURED HAS A LIFE EXPECTANCY OF MORE THAN 1 YEAR; AND

2. NOT MORE THAN ONCE PER MONTH IF THE INSURED HAS A LIFE EXPECTANCY OF 1 YEAR OR LESS.