

ASSIGNMENT OF LIFE INSURANCE/NON-QUALIFIED ANNUITY POLICY AS COLLATERAL

I(We), _____, warrant that I(We) am(are) the sole and absolute owner(s) of life/annuity policy number: _____ issued by Farm Bureau Life Insurance Company of Michigan (hereinafter referred to as "Farm Bureau Life") with _____ as insured/annuitant. For value received, I(We) (hereinafter also referred to as the "Owner/Assignor") do hereby assign said life insurance/annuity policy (said policy being hereinafter referred to as the "Policy"), and all right, title, and interest therein and thereunder, subject to all the terms and conditions of the Policy and to all liens, if any, which Farm Bureau Life and/or any other lawful lienholder may have against the Policy, unto:

(Print or Type Full Name of Assignee.)

(Print or Type Tax I.D. Number of Assignee.)

(Print or Type Address of Assignee.)

ALL REQUESTED INFORMATION MUST BE PROVIDED OR THIS ASSIGNMENT WILL NOT BE ACCEPTED.

The Owner/Assignor expressly agrees that the following rights and privileges are included in this assignment and are hereby transferred to the Assignee:

- (1) The sole right to collect from Farm Bureau Life the net proceeds of the Policy when it becomes a claim by death of the insured/annuitant or maturity of the Policy;
- (2) The sole right to surrender the Policy and to receive the surrender value thereof at any time that such surrender value is available without notice to or assent by the insured/annuitant or the Owner/Assignor;
- (3) The sole right, without notice to or assent by the insured or the Owner/Assignor, to secure a loan or loans (if loans are available) on the Policy for any purpose whatsoever and to pledge the Policy as security for such loan;
- (4) The sole right to collect all distributions or shares of surplus, dividends, deposits or additions to the Policy now or hereafter made or apportioned and to exercise all options contained in the Policy with respect thereto, provided that unless and until the Assignee notifies the Insurer in writing to the contrary, the distributions of shares of surplus, dividends, deposits and additions shall continue according to the Policy provisions in-force at the time of this assignment; and
- (5) The sole right to exercise any non-forfeiture options permitted by the terms of the Policy and to receive all benefits and advantages derived therefrom.

The Assignee shall not have the right to elect settlement options or to change the beneficiary, even though such right to change has been reserved in the Policy. The right, if any, to change beneficiary from time to time, subject always to this assignment, is reserved to the Owner/Assignor.

The Owner/Assignee must jointly agree to a policy conversion, if this right has been reserved in the Policy.

The Owner/Assignor agrees that this assignment is made and the Policy is to be held as collateral security for all direct or indirect liabilities of the Owner/Assignor to the Assignee due or to become due or that may hereafter be contracted, and any Policy proceeds that may remain with the Assignee after payment of such liabilities shall be paid to the persons entitled thereto under the terms of the Policy.

The Owner/Assignor also agrees: (1) that Farm Bureau Life may rely upon: (a) any representation by the Assignee regarding its interest hereunder and (b) the sole signature of the Assignee to any receipt, release, or waiver, or to any transfer or other instrument to whomsoever made, purporting to affect this assignment or any rights hereunder; and (2) that the sole receipt by the Assignee of any amount payable under the Policy and received by it shall be a full discharge and release of Farm Bureau Life from any obligations or requirements under the terms of the Policy.

The Owner/Assignor further agrees that without notice to the Owner/Assignor and without affecting the liability of the Owner/Assignor hereunder, Assignee: (1) may apply the proceeds of the Policy hereby assigned to the indebtedness for which this assignment is given as security without first resorting to other collateral; (2) may take or release other security and may grant extensions, renewals, and indulgences with respect to such indebtedness; and (3) may release any party primarily or secondarily liable for any indebtedness secured hereby.

We recommend you seek the advice of a tax professional before completing an assignment of a non-qualified annuity or Modified Endowment Contract (MEC).

The Owner/Assignor hereby declares that no proceedings in bankruptcy are pending against the Owner/Assignor and that the Owner/Assignor has made no other collateral assignment of this Policy except _____ (if none, write none).

X _____ Signature of Owner No. 1 (as witnessed by or electronically verified)	_____ Printed Name of Owner No. 1	_____ Date
X _____ Signature of Owner No. 2, if applicable (as witnessed by or electronically verified)	_____ Printed Name of Owner No. 2	_____ Date
X _____ Signature of Irrevocable Beneficiary (as witnessed by or electronically verified)	_____ Printed Name of Irrevocable Beneficiary	_____ Date
X _____ Signature of Witness (as witnessed by or electronically verified)	_____ Printed Name of Witness	_____ Date

Unless otherwise provided in the Policy, this assignment shall take effect on the date this request is received in the home office. Farm Bureau Life Insurance Company of Michigan assumes no responsibility as to the validity or legal effect of this assignment.

The information requested on page 2 need not be furnished unless required by the Assignee. If the Policy is being assigned by a corporation or other business entity, please indicate official capacity.

SPECIAL ENDORSEMENTS: _____

INDIVIDUAL OR PARTNERSHIP ACKNOWLEDGEMENT

STATE OF _____ }
COUNTY OF _____ } SS.

On this _____ day of _____, 20 _____, before me, a _____ of the state of _____, residing at _____ personally appeared _____ known to me to be the person _____ who executed the within or foregoing instrument and acknowledged the same to be a free act and deed.

STATE OF MICHIGAN, COUNTY OF _____

Subscribed and sworn to before me this _____ day of _____, 20 _____.

(seal)

X

(Signature of Notary)

(Notary name printed or typed)

Notary Public, State of Michigan, County of: _____

My commission expires: _____

Acting in the County of: _____

CORPORATION ACKNOWLEDGEMENT

STATE OF _____ }
COUNTY OF _____ } SS.

On this _____ day of _____, 20 _____, before me, a _____ of the state of _____, personally appeared _____ and _____, to me known, who being by me duly affirmed according to law, did affirm and say that they are respectively the _____ President and the _____ Secretary of _____, the corporation which executed the within or foregoing instrument, that they know the seal of said corporation, that the seal affixed to said instrument is such corporate seal, that it was so affixed by order of the Board of Directors of said corporation, and that they have signed their names thereto by like authority.

STATE OF MICHIGAN, COUNTY OF _____

Subscribed and sworn to before me this _____ day of _____, 20 _____.

(seal)

X

(Signature of Notary)

(Notary name printed or typed)

Notary Public, State of Michigan, County of: _____

My commission expires: _____

Acting in the County of: _____

DISCHARGE OF ASSIGNMENT

IN CONSIDERATION of full payment, receipt of which is hereby acknowledged, and of other valuable consideration, the undersigned hereby releases all right, title and interest in and under the assignment on the obverse of this form and in and to the Policy therein assigned, and said assignment is hereby fully discharged.

STATE OF MICHIGAN, COUNTY OF _____

Subscribed and sworn to before me this _____ day of _____, 20 _____.

In presence of:

(seal)

X

(Signature of Notary)

(Notary name printed or typed)

Notary Public, State of Michigan, County of: _____

My commission expires: _____

Acting in the County of: _____

X

(Assignee Signature)

(Title)