



## **EXPLANATION AND INSTRUCTIONS ASSIGNMENT OF INSURANCE**

1. NATURE OF FORM – This is an absolute assignment form. It will effect an absolute and complete transfer to the Assignee of every benefit, interest, property, and right the Insured has in the group policy. Nothing whatever is reserved by the Insured.
2. This Assignment form does not affect the beneficiary designation or settlement except incidentally. If a Beneficiary has been designated to receive the benefits payable upon death of the Insured, the Insured should before making the Assignment, execute and submit to the Policyholder a beneficiary change form to be sent to the Company to the effect of replacing the designated beneficiary by the estate of the Insured.
3. In the policy or in a related beneficiary settlement agreement, there may be a provision making the Insured or his estate the final Beneficiary of the proceeds should all other person having an interest in the proceeds fail to qualify for same. Under the terms of this Assignment, all such interests are rescinded and nullified. If this result is not desired, numbered paragraph "4" should be crossed out.
4. The Insured should submit the Assignment, completed in duplicate, to the Policyholder, to be sent to the Company. After recording, the Original will be returned to the Insured for delivery to the Assignee and the duplicate will be retained by the Company.
5. To avoid complications upon death of the Insured, it is advisable that the Assignee, immediately after the Assignment has been made, make a beneficiary designation naming the person(s) entitled to receive the benefits payable upon death of the Insured. The Assignee may designate himself as a Beneficiary. Provisions should also be made for a contingent beneficiary to whom such benefits would be payable in the event that the primary beneficiary predeceased the Insured. The Assignee succeeds to the right of settlement election.
6. Upon death of the Assignee, his rights will pass to his estate, unless other arrangements have been made. In the absence of such arrangements, the Assignee should consider the advisability of having a will in existence at the time of his death containing specific directions to his executor on how to dispose of the estate's right in the insurance covered by the Assignment.
7. The Insured should consult with his legal (tax) advisor before making the Assignment. The Company assumes no obligation as to the validity or sufficiency of this Assignment, and does not pass upon its legality. If payment is being made to any Trustee, the Company may assume that such Trustee is acting in such fiduciary capacity until notice in writing to the contrary is received by the Company at its Home Office and any payment made to such Trustee prior to receipt of such notice shall discharge the Company from all liability as to such payment.