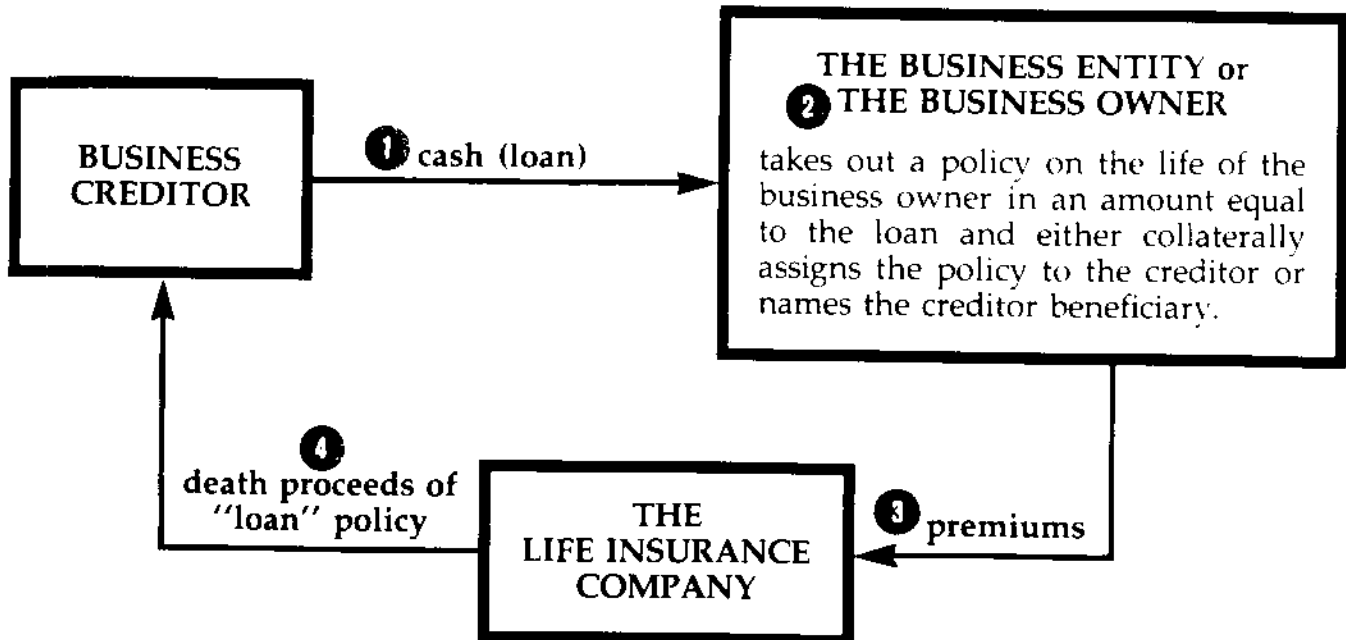


Business Loan Insurance



- 1** A business creditor loans cash to...
- 2** The business entity or business owner who takes out a policy on the life of the business owner in an amount equal to the loan, and either collaterally assigns the policy to the creditor or names the creditor beneficiary.
- 3** The business entity or business owner then keeps the insurance in force by paying premiums regularly to the life insurance company.
- 4** If the owner dies before the loan is repaid, the life insurance company simply pays the death proceeds of the "loan" policy to the business creditor.