

Premium Financing Disclosure Form

Insured Name: _____

Policy Number: _____

You have applied for a life insurance policy from Allianz Life Insurance Company of North America ("Allianz"). "You" or "Your" as used herein refers to the Proposed Insured, the Policy Owner if different than the insured, Trust, Corporation, or Limited Liability Company (LLC) (if a Trust, Corporation, or LLC will be the owner of the policy). You have indicated to Allianz that it is your intention to finance the premiums that are payable for this Allianz policy. With respect to your premium financing arrangement, you acknowledge the following:

1. No determination or representation has been made by Allianz that your premium financing arrangement to pay the premiums for your Allianz life insurance policy is suitable for your financial situation, either now or in the future. You have been afforded the opportunity to review your premium financing arrangement with your professional advisers and are not relying on Allianz to make a determination or recommendation that your premium financing arrangement is an appropriate method to pay the premiums for your Allianz life insurance policy.
2. Allianz is not the premium lender and is not responsible for the interest rates, fees, penalties, interest, loan defaults or any other terms of any premium financing you may have arranged to pay the premiums of the Allianz policy. Allianz is not a premium financing company. You are obligated to repay the premium financing loan to the lender under your premium financing arrangement.
3. Any ledgers, projections, or illustrations provided to you by anyone other than the Allianz Home Office should not be relied upon as to the terms or the projected performance of any life insurance policy issued by Allianz. Allianz is only responsible for the specific terms of the Allianz policy that is issued and for an illustration issued by the Allianz Home Office. You may have been provided with a spreadsheet and/or other materials demonstrating your premium financing program which was not created by Allianz. If the life insurance policy values were demonstrated, you should ensure that the complete Allianz Life illustration supporting those values is provided.
4. You do not intend to sell or transfer the Allianz life insurance policy to a life settlement company, your premium financing lender, your premium financing administrator or to a third party investor at some specified date in the future. For purposes of this paragraph, a "third party investor" is defined as a person or entity that buys your policy as an investment and does not have a legal, insurable interest in your life under the insurance laws of the applicable state.
5. If your policy will be owned by a trust, the beneficiaries of the trust will only be persons who (1) are related to you by blood or by law; (2) have a substantial interest in you engendered by love and affection; or (3) will hold a lawful interest in the benefits provided by the Allianz policy.
6. Allianz has not given you any legal or tax advice related to your premium financing arrangement. Allianz assumes no responsibility for your obligations, demands, losses, or liabilities, including attorney fees, resulting from your premium financing arrangement.
7. If you elect to surrender your policy after it goes into effect, surrender charges may be applied against any policy surrender value in accordance with the terms of your specific Allianz policy. These surrender charges may be applicable whether you pay the policy premiums with premium financed funds or with your own personal funds.
8. To the extent an appointed Financial Professional of Allianz (Financial Professional) has provided information or a recommendation regarding a premium financing arrangement, that information or recommendation has been reviewed and explained by your own legal and tax advisors and you are relying solely on the advice and recommendation of your own legal and tax advisors in your purchase of the Allianz life insurance policy using a premium financing arrangement and not that of the Financial Professional.
9. You have sought advice and counsel from your own legal and tax advisors regarding the appropriateness or suitability of the purchase of the Allianz life insurance policy using a premium financing arrangement.
10. There has been no determination made by Allianz that your premium financing arrangement achieves any tax objectives. Loan interest paid to a lender in conjunction with your life insurance policy is generally not tax deductible. Any potential tax consequences are dependent on your individual conditions and should be reviewed with your own legal and tax advisors.

Premium Financing Disclosure Form Continued

In respect to your premium finance arrangement, your Financial Professional has explained:

1. That you are entering into an agreement with an insurance company and a lender, unrelated to the insurance company.
2. Lender loan interest rates may not be guaranteed and the lender loans may be renewed annually.
3. A non-payment of premiums, by the lender and/or you, could have a significant impact on your policy values, resulting in the policy lapsing or causing the lender to surrender the life insurance policy.
4. There are multiple strategies for paying off the lender loan including, (1) using policy values, (2) using outside assets, (3) setting up a trust, or (4) using the death proceeds.
5. Using a life insurance policy loan to pay off the lender loan (without running inforce illustrations to demonstrate its impact) could result in a significant taxable event if the policy were to lapse with an outstanding loan.
6. Policy illustrations are not intended to predict the actual performance of your policy. It is possible that any interest credited on the life insurance policy could be less than the interest charged on your premium financing loan. This could result in additional contributions needed and/or additional collateral requirements by the lender.
7. Participating loans may have been utilized in the design of your life insurance illustration. You understand the additional risk/reward potential of this feature. If participating loans are not utilized, a revised illustration should be evaluated, as it could adversely impact your policy values.
8. Additional collateral and/or future collateral may be required by the lender if the collateral you pledged falls below the required level, or your policy fails to perform as originally illustrated in any given year.
9. The lender has an assignment on the insurance policy and any collateral pledged with the right, upon default, to take control and/or liquidate such policy or collateral. This may cause a loss in living and/or death benefit.
10. If you de cease prior to repaying the lender, the death benefit will be used to repay the lender first and any outstanding policy loans, prior to being distributed to the beneficiary.
11. Continuous monitoring of your policy's performance is necessary and you may need to make adjustments to your plan as needed.
12. Changes to allocations may be restricted by the lender while your policy is assigned. Modifying these allocations may have long-term impacts to your plan design.

By checking this box, you acknowledge that your Financial Professional explained the above in detail.

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Signature of Proposed Insured

Date

Printed name of Proposed Insured

Signature of Policy Owner, Trustee or Authorized Signer/Controlling Individual

Date

Printed name of Policy Owner, Trustee or Authorized Signer/Controlling Individual

Printed name of Trust, Corporation, or LLC (if Trust, Corporation, or LLC owned)

Signature of Financial Professional

Date

Printed name of Financial Professional