

Carefully Consider a Premium Financing Arrangement

Premium financing isn't a strategy for everyone. Because these are complex transactions, tax and legal counsel should be engaged to determine if your circumstances can benefit from employing this course of action. If you're considering this strategy, the complexities and risks involved require a fluent understanding of financial matters. In addition, you should:

Understand that most financial options are associated with both risks and rewards.

Be experienced with financial arrangements that have more risk and/or complexity by their very nature.

Be comfortable utilizing debt to fund significant transactions.

Affluent individuals often use life insurance for planning purposes, including when implementing strategies that apply to their estates and businesses.

What if there was a way to **purchase the life insurance you need** without liquidating other investments or significantly impacting your cash flow? And, what if, when properly structured, this strategy also helped you to **efficiently transfer assets to your children, grandchildren, and favorite charities**, with a potential reduction in gift and estate tax costs?

Premium Financing May Be the Right Strategy

Premium financing combines the use of life insurance to address an estate or business need by borrowing money from a lending institution in order to pay life insurance premiums. Candidates for this strategy have the ability to pay significant life insurance premiums out of pocket, but understand leverage, particularly in a low interest rate environment.

PREMIUM FINANCING: THE POTENTIAL BENEFITS

If premium financing is right for you, it may provide you with several benefits:

Lower out-of-pocket expense potential, as compared with traditional premium-paying methods.

Gift tax savings when the policy is owned by your irrevocable life insurance trust (ILIT).

Lower impact on your existing personal assets because you are not required to liquidate them in order to pay life insurance premiums. Further, these assets may continue to be employed in your existing strategy.

If you would be interested in Learning more about this exciting concept please contact us to schedule a No-Cost Consultation either toll free at 1-888-219-0067 or via email at

support@warnerfinancialgroup.com