



# Premium deposit fund

A convenient way to pay for Equimax® whole life



Looking for a flexible and easy way to help clients prearrange the funding for their Equimax insurance policy? Check out the premium deposit fund.

## What is it?

- The premium deposit fund allows the policy owner to accumulate money to pay future premiums on their policy.
- Clients can put money into the fund at any time. Total contributions are limited to the amount required to pay premiums for the life of the policy.
- Interest is credited at a rate determined by Equitable. Since the fund is not part of the policy, the interest earned is taxable income.
- There are no fees associated with a Premium Deposit Fund withdrawal.

## Which clients is it right for?

The premium deposit fund is ideal for Equimax clients who:

- Want a convenient way to prearrange the funding of premiums for life insurance on themselves, their children, or grandchildren.
- Have access to sufficient cash to make contributions into the fund.
- Want a more flexible solution than alternative methods of paying premiums in advance.



## What is the process?

1. Determine how much your clients would like to contribute to prearrange the funding of premiums for their insurance policy.
2. Inform us of the intention to use the premium deposit fund:
  - **For new business**, use the Special Instructions section on the application.
  - **For existing policies**, clients wishing to make a payment to the premium deposit fund should email Customer Care at [inforcelifemail@Equitable.ca](mailto:inforcelifemail@Equitable.ca). The email must include their name, policy number, and the deposit amount. Payments can be made either through online banking or by cheque.
    - The email must include their name, policy number, and the deposit amount. Payments can be made either through online banking or by cheque.
    - To use the funds in the premium deposit fund, clients should contact Customer Care at [inforcelifemail@Equitable.ca](mailto:inforcelifemail@Equitable.ca), providing their name, policy number, and details of their request.

### What do you need to know to get started?

<b>Policy type</b>	<input type="checkbox"/> Equimax participating whole life (new and existing business).
<b>Premium mode</b>	<input type="checkbox"/> Annual.
<b>Premium deposit fund</b>	<p>Can be used for:</p> <input type="checkbox"/> Required premium payments. <input type="checkbox"/> Excelerator deposit option (EDO) made at issue. <small>(For subsequent EDO deposits, clients must make an annual request to transfer money from the premium deposit fund to make the EDO payment. They can also make a separate payment.)</small>

#### For advisor use only

Administrative rules in effect at the time apply. If there is not enough money in the fund to pay the premium in full, the policy owner must provide the shortfall. If the policy is cancelled or the insured dies, any money in the premium deposit fund is paid to the policy owner. If the policy owner is deceased at that time, payment is made to their estate. This information does not constitute legal, tax, investment, or other professional advice.

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