

ADDITIONAL PROVISIONS

II. This assignment is made as collateral security for the purpose of securing an indebtedness of the Insured to the Assignee now existing and any additional indebtedness of the Insured to the Assignee which may exist at the time of settlement under the Policy. This assignment is expressly limited to such of the proceeds under the Policy as may be necessary to liquidate said indebtedness, the remainder of the proceeds being unaffected hereby.

III. The Assignee shall have the right to surrender the Policy and receive the surrender value thereof at any time provided by the terms of the Policy and at such other times as the Insurer may allow; provided, however, that the Assignee shall not exercise the right to surrender the Policy until there has been a default in indebtedness secured hereby or a failure of the Insured to pay any premium when due, nor until twenty days after the Assignee shall have mailed, by first-class mail, to the Insured, notice of intention to surrender the Policy.

IV. It is expressly agreed that the following rights, so long as the Policy is not surrendered, are reserved and excluded from this assignment and do not pass by virtue hereof:

1. The right to collect from the Insurer any disability, hospital, and/or accident benefits;
2. The right to designate and change the beneficiary;
3. The right to elect optional modes of settlement;
4. The right to receive such dividends as may be declared;

But the reservation of these rights shall in no way impair the right of the Assignee to surrender the Policy or impair any other right of the Assignee

V. The Insurer is hereby authorized to recognize the Assignee's claims hereunder without investigating the reason for any action taken by the Assignee, or the validity or amount of any claimed indebtedness or the existence of any default therein, or the giving of notice required in Paragraph III hereof, or the application to be made, by the Assignee, of any amounts to be paid to the Assignee. The sole signature of the Assignee shall be sufficient for the exercise of any rights under the Policy assigned hereby and to sole receipt of the Assignee for any sums received shall be a full discharge and release thereof to the Insurer. Checks for all or any part of the sums payable under the Policy and assigned hereby, shall be drawn to the exclusive order of the Assignee if, when, and in such amounts as may be requested by the Assignee.

VI. The Assignee agrees:

1. That in the event the right to surrender the Policy is exercised, any balance of sums received hereunder from the Insurer remaining after payment of the then existing indebtedness shall be paid by the Assignee or the persons entitled thereto under the terms of the Policy had this assignment not been executed;
2. That, upon payment of the indebtedness secured hereby, written notice of the release of this assignment will be given to the Insurer.

VII. In the event of any conflict between the provisions of this assignment and the provisions of the note or other evidence of indebtedness, with respect to the Policy rights of collateral security therein, the provisions of this assignment shall prevail.

Fidelity Life Association, A Legal Reserve Life Insurance Company