

## Disability Insurance For Loan / Lease Indemnification

### Take the case of . . .

An entertainer has agreed to lease a private jet for 12 months. This provides him with the ability to do his live concert tour with the most convenience. The leasing company realized that it would be prudent to require life and disability insurance to indemnify this lease. If he could not perform, then he would not have the money to pay for the lease. The lease was for \$120,000 per month for 12 months.

### Take the case of . . .

A radiologist was purchasing a new MRI machine. The payment on the loan was \$23,000 per month. If the doctor were to become disabled and not be able to schedule patients, then the entire purchase would be in jeopardy.

Most business loans and leases can be indemnified in the event of a disability. This coverage protects the borrower from defaulting on a loan when he/she is disabled and unable to earn the money to repay the loan. This insurance then protects the insured's credit rating while maintaining the asset which the loan was being used to pay for. Banks and lenders often times require this type of coverage to protect their liability in being paid back should the borrower suffer a disability.

## General Overview

### Policy Terms

1 through 5 years

### Benefit Periods for monthly benefits

12, 24, 36, 48, 60, 72, 84 & 120 months

### Elimination Periods for monthly benefits

30, 60, 90, 120, 180, 365 days

### Minimum Monthly Benefits

\$1,000 per month

### Maximum Monthly Benefits

\$200,000 or more, not to exceed the actual monthly loan / lease payment

### Options

Residual Monthly Disability  
Flex Benefit for variable interest loans

### Minimum Lump Sum Benefit

\$50,000 lump sum

### Maximum Lump Sum Benefit

\$50,000,000 or more