EXHIBIT 8

MARC J. FAGEL (Cal. Bar No. 154425)
JOHN S. YUN (Cal. Bar No. 112260)
THOMAS J. EME (Admitted in Illinois)
LLOYD A. FARNHAM (Cal. Bar No. 202231)

Attorneys for Plaintiff
SECURITIES AND EXCHANGE COMMISSION
44 Montgomery Street, 26th Floor
San Francisco, California 94104
Telephone: (415) 705-2500
Facsimile: (415) 705-2501

UNITED STATES DISTRICT COURT

EASTERN DISTRICT OF CALIFORNIA

SACRAMENTO DIVISION

SECURITIES AND EXCHANGE COMMISSION, Plaintiff, v. SECURE INVESTMENT SERVICES, INC., AMERICAN FINANCIAL SERVICES, INC., LYNDON GROUP, INC., and KIMBERLY A. SNOWDEN, Defendants.	Case No. 2:07-CV-01724-GEB-CMK DECLARATION OF CHRISTOPHER COLLIGNON

DECLARATION OF CHRISTOPHER COLLIGNON

1. I am over 21 years of age. I make this declaration based on my personal knowledge. If called to do so, I could and would testify to the matters stated in this declaration.

2. During 2006, my wife and I invested approximately $300,000 in four life insurance policies through a program offered by Secure Investment Services, Inc. Attached Exhibits A through D contain copies of the purchase agreements for these investments, as well as copies of certain correspondence I received from Secure Investment Services, Inc.

3. The sales agent who sold us these investments was Jack Hradesky.

4. Attached Exhibits E and F contain copies of a brochure and a set of "Frequently Asked Questions" that Mr. Hradesky provided to us in selling us the investments. I relied on the statements made in Exhibits E and F in deciding to make the investments.

5. Mr. Hradesky did not inform me that money my wife and I invested might be used to purchase insurance policies other than the ones we invested in, or to pay for policy premiums, bonds, sales commissions, or other expenses of policies other than the ones we were investing in. If he had told me that, I probably would not have invested.

I declare under penalty of perjury that the foregoing is true and correct.

Executed on 5 January, 2009

Christopher Collignon

Christopher Collignon

EXHIBIT A

SECURE INVESTMENT SERVICES, INC.
MASTER PURCHASE AGREEMENT

RE: Pacific Northwest Title of Oregon

No modifications to this Contract may be made without the written consent of the Parties

THIS LIFE INSURANCE SETTLEMENT MASTER PURCHASE AGREEMENT ("Agreement") is made this 27 day of June, 2006, by and between Secure Investment Services, Inc. (hereinafter referred to as "SIS"), and Wendy X Tsui, (hereinafter referred to as "Purchaser"), upon the following terms and conditions. This Agreement covers the terms and conditions of investments made in life insurance policy(ies) on insured(s) with an estimated life expectancy of 72 months or less.

WHEREAS, Secure Investment Services, Inc., with an office in California, located at 2875 Churn Creek Road, Suite A, Redding 96002, is in the business of facilitating the purchase and the sale of life insurance policy death benefits; and

WHEREAS, Purchaser has reviewed and approves and adopts the criteria utilized by SIS, to purchase said benefits; and

WHEREAS, Purchaser acknowledges that the economic benefit derived from the transaction(s) contemplated by this Agreement will result solely from the maturity of the life insurance policy(ies) upon the death of the insured(s), and will not be derived from the efforts of any person or entity employed or associated with SIS, and the Purchaser expressly waives any and all claims to the contrary.

NOW THEREFORE, in consideration of the mutual covenants and agreements hereinafter set forth, each party hereby represents that it or its representatives has/have the requisite authority to enter into this Agreement and hereby agree as follows:

I. AMOUNT OF PURCHASE

1. The Purchaser's deposit will be made simultaneous with the delivery of this executed Agreement, or Purchase Addendum(s) executed hereafter, to SIS by delivering a cashier check, or wire transfer, made payable to Millennium Trust Company, LLC. The Purchaser's deposit does not constitute a purchase or a commitment to purchase until five (5) business days after the Purchaser has received all of the disclosures required by California law.

   Beginning on the date SIS receives both this executed agreement and the purchase deposit, SIS will provide, when available, information regarding life insurance policies which meet the requirements of SIS and Purchaser in the form of a Life Settlement Disclosure Form and Purchase Addendum. If after reviewing this information the Purchaser wishes to purchase the described interest, the Purchaser will sign and return the Purchase Addendum. The Purchaser's deposit(s) is/are fully refundable, upon request, until the "Cancellation or Rescission of Investment Purchase" period as defined in the corresponding Purchase Addendum has expired.

2. Policies are priced at a discount of the death benefit, which depends on the projected life expectancy of each insured. SIS makes no representation or warranty as to the specific date when a policy will mature. The

return realized by the Purchaser does not represent an annual return. An annual return cannot be determined until the policy(ies) the Purchaser obtains matures.

3. Upon SIS's receipt of the executed Purchase Addendum, SIS will make every reasonable effort to have joint ownership and beneficiary interest of the Policy transferred and recorded by the insurance company as designated by Purchaser in the Purchase Addendum. SIS will be responsible for making premium payments on policies transferred directly to the Purchaser(s).

4. In the rare situation that the insurance company refuses to transfer joint ownership directly to the Purchaser, SIS will provide the Purchaser with a copy of the refusal letter issued by the insurance company, and will transfer the ownership and beneficiary interest of the Policy to Secure Investment Service, Inc and record the Purchaser's interest in the policy as an irrevocable beneficiary of the Secure Investment Services, Inc Trust.. The current Trustee of the Secure Investment Services, Inc. Trust is Millennium Trust Company, LLC, located at 820 Jorie Boulevard, Suite 420, Oak Brook, IL. The Trustee's sole responsibilities are to maintain accounts for the purpose of making the premium payments, to be the beneficiary for the death benefits of the life insurance policy in which the Purchaser obtains an interest, and to disburse the death benefits in accordance with the assignments of benefits relating to that policy.

II. TERMS OF AGREEMENT

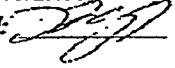
5. SIS shall assist Purchaser in the purchase of the death benefit of life insurance policies of individuals which comply with the following criteria:

   A. Insurance carrier must have a rating of "B+" or better from A.M. Best or Standard & Poors.
   B. Policy must be beyond the contestability period.
   C. All life expectancies of insured will be determined by an independent reviewing physician taking into account the insured's age, current medical history, and, where applicable, insurance industry actuarial guidelines.

6. The Purchaser may designate himself or another individual as the primary beneficiary for any share in a life insurance policy death benefit he/she purchases. The EXCEPTION would be the use of certain qualified funds, in which the Custodian "For The Benefit Of" (FBO) the Purchaser must be the Beneficiary.

7. There are certain post-closing servicing activities that must be undertaken. These servicing activities include, but are not limited to, maintaining contact with the insured, tracking the health status of the insured (alive or not alive), monitoring the status of disability claims by insured, converting group policies to individual plans of insurance, and filing claims for benefits and death certificates with the insurance companies. Purchaser acknowledges that 21st Services, located at 401 2nd Avenue, Suite 820, Minneapolis, Minnesota 55401, will perform these services on behalf of SIS.

8. Purchaser hereby represents and warrants that he/she is sophisticated in financial matters and/or has access to professional advice, has adequate means for providing for current financial needs and possible personal contingencies, and also acknowledges that, once the policy closes the funds committed are not liquid and funds are not available until the policy matures.

Initial: 

Purchaser hereby acknowledges that the life expectancy(ies) provided by the reviewing physicians are only estimates. Purchaser further acknowledges that the policy may mature before or after the projected life expectancy.

Initial: _____

Purchaser also represents that he/she is able to bear the risk of the purchase of a policy(ies) for an indeterminate period and will only commit himself/herself to a purchase, which bears a reasonable relationship to his/her net worth.

Initial: _____

9. Purchaser represents and warrants that the death benefit of the policy(ies) is being acquired solely for the Purchaser and not for the distribution, assignment or resale to others, and no such other person has direct or indirect interest in such policy(ies). Further, Purchaser represents that by reason of his/her business and financial experience or that of those retained to advise Purchaser, Purchaser has the capacity to understand this purchase and to protect himself/herself with respect hereto.

Initial: _____

10. Purchaser is a resident of the state listed herein and the address and other information set herein and on the Purchase Addendum are true and correct.

Initial: _____

11. Purchaser acknowledges that SIS has made available to him/her or his/her personal representative or advisor the opportunity to obtain additional information regarding this transaction and the business of SIS beyond that contained in any documentation previously provided. The Purchaser also acknowledges that he/she has had the opportunity to evaluate the merits and risks of this relationship and purchase of death benefits of the life insurance policies.

Initial: _____

12. Purchaser acknowledges that he/she understands the meaning and legal consequences of the above representations and warranties and has relied on these representations and warranties in entering into this Agreement. Purchaser agrees to hold harmless SIS and its principals, agents, and employees from any damage or liability due to or arising out of a breach of any representation or warranty made herein by Purchaser.

Initial: _____

13. Purchaser appoints Pacific Northwest Title of Oregon, Inc.; 19245 S. Molalla Avenue, Suite 2; Oregon City, Oregon 97045, as Escrow Agent for the Purpose of holding funds for the purchase of life insurance policy(ies). The sole responsibilities of the Escrow Agent are:

- To hold funds forwarded by the Purchaser pursuant to this Agreement.
- To hold the documents received from the Seller of a policy when required.
- To receive and review written confirmation that the insurance company has accepted, recognized and/or noted on its books and records the transfer of the policy ownership and the change of beneficiary(ies), if applicable.
- To make disbursements at the direction of the SIS or Trustee.

14. Purchaser understands that Pacific Northwest Title is acting only as Escrow Agent pursuant to the terms of this Agreement, and is not representing him/her in this transaction and is not rendering any legal advice or

services to Purchaser, and that Pacific Northwest Title has no responsibility with regard to this transaction other than to comply with the terms of the escrow.

Initial: _____

15. In performing its duties as Escrow Agent, Pacific Northwest Title shall not incur any liability to SIS or to Purchaser for any damages, losses or expenses which either party may sustain or incur, unless the same is a direct result of the gross negligence or intentional misconduct of Escrow Agent. Escrow Agent shall be entitled to rely on any document(s), which Escrow Agent reasonably believes satisfy the terms and conditions of the escrow. As such, Escrow Agent may act in reliance upon any writing, instruction or signature, including fax, which it in good faith believes to be genuine, may assume the validity and accuracy of any statement or assertion contained in such writing or instrument, and may assume that any person purporting to give any writing, notice, advise, or instructions in connection with a change in ownership or beneficiary(ies) of a policy is authorized to do so. SIS and Purchaser each hereby agree to indemnify and hold harmless Escrow Agent from and against all losses, claim, damages, liabilities and expenses which it may sustain or incur hereunder, including, without limitation, reasonable attorney's fees, which may be imposed upon Escrow Agent or incurred by Escrow Agent in connection with the performance of its duties

16. Purchaser authorizes SIS to do any and all other actions, which may be necessary to facilitate the purchase of the death benefits of the life insurance policy(ies).

III. PAYMENT OF FUTURE PREMIUMS

17. Future premiums, for a minimum of the life expectancy of the insured plus twelve (12) months, or longer at the SIS's discretion, shall be paid by SIS, as stated in paragraph 3. In a case where policy ownership is held by Secure Investment Services Trust; Millennium Trust Company, LLC., shall pay all future premiums, for a minimum of the life expectancy of the insured plus twelve (12) months, or longer at SIS's discretion as stated in paragraph 4.

IV. MISCELLANEOUS

18. This Agreement is further subject to the following provisions:

A. Any dispute arising out of this Agreement, or relating to the business relationship established hereunder, between the Purchaser and SIS and/or its representatives, shall be resolved by arbitration. The arbitration shall be conducted by the Americana Arbitration Association (AAA) in accordance with the Commercial Arbitration rules during the time the arbitration is conducted. It is agreed that the locale of the arbitration shall be Sacramento, California. Appeals from the arbitrator(s) decision, and other matters of procedure, shall be as stated in the Federal Arbitration Act, 9 U.S.C Section 1 et. Seq.

Initial: _____

B. Notwithstanding the above, the parties agree that SIS shall have the right, without waiving its right of arbitration, to obtain temporary and preliminary injunctive relief from a court of law. Any such application shall be presented to a state or federal court in California which shall be the exclusive venues for any such proceeding. In any dispute the prevailing party, in addition to any recovery, award, or settlement shall be reimbursed for its reasonable attorney's fees and costs.

Initial: _____

C. This agreement shall be governed and construed under the laws of the State of California. The jurisdiction of all actions arising out of this Agreement and/or relating to its validity shall be in the State of California, and parties stipulate and agree that venue for any such actions shall be in Redding, California.

D. This agreement is binding upon the successors of the parties hereto.

E. Any monies paid to the Escrow Agent shall not be credited to Purchasers' account until such time as the funds have cleared.

F. Each party hereby represents that it or its representative(s) has/have the requisite authority to enter into this Agreement.

G. In the event any portion of the Agreement is determined to be invalid, only that portion shall be invalid, but the remaining portions of this Agreement shall be valid and enforceable.

H. The Purchaser agrees to notify, in writing, SIS of any changes in the Purchaser's mailing address.

19. This Life Insurance Settlement Purchase Agreement represents the complete and entire agreement between the parties hereto. All prior and contemporaneous, oral and written, agreements, statements, understandings or representations by any of the parties hereto, or their employees, reptesentatives, or agents are merged herein and extinguished hereby. No addition, modification, or waiver is reduced to writing and signed by the parties hereto.

V. BENEFICIARY INFORMATION

20. On the Purchase Addendum, you will be asked to designate how the beneficiary will be registered with the Trustee on the policy being purchased.

VI. DISCLOSURE TO BONDED INSURANCE SETTLEMENT PURCHASERS

Any person considering purchasing the death benefit of one or more life insurance policies should be aware of the following:

A. The returns available on a Life Insurance Settlement contract facilitated By SIS, are directly tied to the projected life expectancy of the insured.
Initial: _____

B. The fixed return that a purchaser may receive depends upon the price paid for the policy as a discount from its death benefit. The fixed return is determined by the projected life expectancy of the insured as set forth below:

Pursuant to the terms of this Life Insurance Settlement, SIS may escrow funds for future premium payments for a minimum of twelve (12) months beyond the projected life expectancy of the insured, or longer at SIS's discretion, and has agreed that the interest on those funds and any unused premiums may be retained as a reserve for payments of premiums on those policies where the insured outlives his/her projected life expectancy. In the event the premium reserve accounts are exhausted, Purchaser may be responsible for a payment of his/her share of any unpaid premiums,

Jul 31 06 01:28p Kimberly Snowden 530-223-9471 p.14

In the event the Purchaser is required to pay premiums, such payments will reduce the fixed returns referenced above.
Initial: _____

21. All of the following costs associated with the purchase of an interest of a policy are included in the investment amount:
    - Reviewing physician(s) fee.
    - The Bonding Company fee for the life of the Agreement.
    - A premium payment for a minimum of one year beyond the projected life expectancy of the insured, or until the policy is purchased by the bonding company, whichever comes first.

22. If the purchaser is using funds from an IRA or other type of retirement plan, he/she will be responsible for paying administrative fees charged by the plan. These charges, if any, will reduce the fixed returns referenced above.

23. Purchasers should also be aware that some types of group life insurance policies might contain limitations or caps in the amount of coverage that may be converted. Also, the conversion of a group policy to an individual policy may result in additional premium payments. Payment of additional premiums due to conversion, if any will be made in accordance with paragraph 17 above.

24. The life expectancy on any particular insured and the rate of return of a Life Insurance Settlement contract are only estimates and cannot be guaranteed. Any projected rate of return to you from the purchase of a Life Insurance Settlement contract is based on an estimated life expectancy for the person insured under the life insurance policy that is the subject of the Life Insurance Settlement contract. The annualized return on your purchase may vary substantially from the expected rate of return based upon the actual life expectancy of the insured that may be less than, equal to, or greater than the estimated life expectancy. The annualized rate of return would be higher if the actual life expectancy were less than the estimated life expectancy of the insured at the time of the Life Insurance Settlement contract is closed. The annualized rate of return would be lower if the actual life expectancy were longer that the estimated life expectancy of the insured at the time the Life Insurance Settlement contract is closed.
Initial: _____

25. The purchase of one or more life insurance policies should not be considered a liquid purchase. While every attempt is made to determine the insured's life expectancy at the time of purchase, it is impossible to predict the exact time of the insured's demise. As a result, the Purchaser's funds will not be available until after the death of the insured. It is entirely possible that the insured could outlive his/ her life expectancy, which would delay payment of the death benefits.
Initial: _____

26. The Purchaser shall have the option of selling their policy(ies) to the bonding company upon reaching Life Expectancy, for the full beneficiary amount, as reflected in the Investment Returns section on the Purchase Addendum.

27. The Purchaser may rescind or cancel any purchase made pursuant to this Agreement for any reason, at any time within ten (10) calendar days after the date Purchaser remits the required consideration to SIS by giving written notice of his/her rescission or cancellation. No specific form is required for the rescission or cancellation. Such notice is effective when personally delivered, deposited in the United States mail, or

deposited with a commercial courier or delivery service. If the Purchaser rescinds or cancels the purchase, SIS shall refund all of the Purchaser's cleared funds within ten (10) calendar days after SIS receives the notice of rescission or cancellation.

28. Specific information regarding the insurance policy(ies), which the Purchaser ultimately will participate, including the name of the insurance company issuing the life insurance policy, the policy number, the total face value of the policy, and information regarding premiums due under the policy, will be provided to the Purchaser at least five (5) business days prior to the closing of purchase. The commitment to purchase said policy(ies) shall not be final until the Purchaser has received this information and been given the opportunity to advise SIS if he/she wishes to decline the purchase.

29. The Purchaser should consult with his/her own tax advisor regarding the tax consequences of the purchase of a Life Insurance Settlement contract, and if the Purchaser is using retirement funds or accounts for the purchase, whether or not adverse tax consequences might result from the use of those funds for this purchase.

Initial: _____

IN WITNESS THEREOF, the parties hereto have executed this agreement as of the first date written above.

BONDED INSURANCE SETTLEMENT PURCHASER(S)

_____
Signature

WENDY Y. TSUJI
Print Name

Dated: 27 June 2006

871 CALLE DE ARBOLES
Address

REDONDO BCH., CA. 90277
City, State, Zip

(310) 373-2721
Telephone Number

BONDED INSURANCE SETTLEMENT PURCHASER(S)

_____
Signature

_____
Print Name

Dated: _____

_____
Address

_____
City, State, Zip

_____
Telephone Number

On behalf of Secure Investment Services, Inc.

_____
Signature

_____
Print Name

Dated: _____

PURCHASE ADDENDUM

RE: Pacific Northwest Title of Oregon

This PURCHASE ADDENDUM ("Addendum") dated 6-27-06, is pursuant to the terms and conditions of the LIFE INSRUANCE SETTLEMENT MASTER PURCHASE AGREEMENT ("Agreement") dated 6-27-06. Except for the information provided herein for the purchase of a Life Insurance Settlement Policy, all terms and conditions stated in the Agreement shall govern this Addendum.

AMOUNT OF PURCHASE

The Purchaser hereby agrees to deposit the sum of One Hundred Sixteen, eight Hundred Sixteen and 48/100 ($ 116,816.48)* with Pacific Northwest Title of Oregon, 19245 S. Molalla Avenue., Suite 2, Oregon City, OR 97045, the Escrow Agent, for the purpose of acquiring the death benefit of a life insurance policy(ies) which will be allocated as set forth herein.

* *If purchase is being made with qualified funds requiring liquidation or transfer, and the amount stated above is the estimated amount expected, please initial here* ____.

PROJECTED INVESTMENT RETURNS

Escrow Number: Pacific NW1 # 2623 (Friedman Policy)
Policy to be purchased: 2,300,000 ; or policy of equivalent value.
Policy Number: 12005641
Insurance Company: NEW ENGLAND LIFE INSURANCE, MET LIFE

Estimated Life Expectancy: 72 months*
Bond Redemption Date: August 2012
Dollar Amount of Purchase: $ 116,816.48 * Possibly more
Fixed Return on Dollar Amount of Purchase: 90 %**
Principal: $116,816.48 + Interest: $ 105,134.83 = Total Return: $ 221,951.31

* *The Policy Term is based upon the estimated life expectancy as determined by the Medical Report on the insured*
** *The above returns are fixed and* ***not*** *annualized returns.*

The Purchaser shall have seven (7) calendar days from the receipt of the Policy Disclosure Form and Medical Report on a life insurance policy that matches the above selected investment to perform any desired due diligence on the policy and return this signed Purchase Addendum. After 7 calendar days if the Purchaser has not returned signed copies of the Purchase Addendum, the funds reserved for the Purchaser on that policy will be released to the next investor, and the Purchaser will be notified when a new policy is identified which meet the Purchasers investment criteria.

Availability of Investment funds on new policies are reserved on a first come, first serve basis in the order the funds are received in the above referenced escrow account.

POLICY OWNERSHIP

Please select one of the following options regarding how the Purchaser will take title (ownership) to insurance policy, and complete the information section(s) below.

X **Purchaser (s)** - In my individual name, or Joint Ownership

Trust – I designate an independent trustee individually, or corporately, to hold title on my behalf pursuant to a written trust agreement. *(If Owner is a Trust, please complete all information below and attach a copy of the Trust Agreement)*

_____ **Custodian** - I designate an independent custodian individually, or corporately, to hold title on my behalf pursuant to a written custodial agreement. *(If Owner is a Custodian, please complete all information below and attach a copy of the Agreement)*

_____ **Third Party** - *(Rare)* I hereby designate the following individual or entity to take title:

_____

OWNERSHIP INFORMATION
(Information on above selection)

~~CHRISTOPHER LEIGHTON and~~ WENDY Y. TSUJI ~~FAMILY TRUST dated March 22, 2000~~
Print name (or Name of Trust & Primary Trustee)

[redacted]
Social Security (or Tax ID#)

[redacted]
Birth date (or Date of Trust)

871 Calle de Arboles
Address

Redondo Bch, CA. 90277
City, State, Zip Code

(310) 373-2721
Telephone

OWNERSHIP INFORMATION
(Joint Ownership, if applicable)

Print name

Social Security or Tax ID#

Birth date

Address

City, State, Zip Code

Telephone

OWNERSHIP INFORMATION FOR CUSTODIAN:

Millennium Trust Company, LLC

FBO: Wendy Tsuji
Print Name

Address: 820 Jorie Blvd., Suite 420
Oak Brook, IL. 60523

Phone: 630-368-5600
Fax: 630-368-5699

Tax ID: 0066

Initial: _____

BENEFICIARY INFORMATION

The Beneficiary on the policy will receive the payment from the Insurance Company once the policy matures. Please select one of the three following Beneficiary options below to be placed on the policy:

_____ **Direct Investment Purchaser is Beneficiary**

_____ **Qualified Retirement Funds: Millennium Trust Co., LLC**

FBO: Wendy Tsuji
Tax ID: 36-4400666

__X__ **Different Beneficiary:** If Beneficiary is different from Purchaser.

***If Beneficiary is a Trust**, please complete all information below, and attach a copy of the Trust Agreement.*

BENEFICIARY INFORMATION

CHRISTOPHER COLLIGNON and WENDY Y. TSUJI FAMILY TRUST dated March 22, 2000
Print Name or Name of Trust & Primary Trustee:

[redacted]
Social Security or Tax ID

22 MARCH 2000
Birth Date or Date of Trust

871 Calle de Arboles
Address

Redondo Bch, CA. 90277
City, State, Zip Code

(310) 373 2721
Telephone

BENEFICIARY INFORMATION
(Joint Beneficiary, if applicable)

Print Name

Social Security or Tax ID

Birth Date or Date of Trust

Address

City, State, Zip Code

Telephone

Alternate Beneficiary (Only one or two individuals should be named)

Print Name or Name of Trust & Primary Trustee

Social Security or Tax ID

Birth Date or Date of Trust

Address

City, State, Zip Code

Print Name

Social Security or Tax ID

Birth Date or Date of Trust

Address

City, State, Zip Code

Initial: _____

Telephone

Telephone

BENEFICIARY INFORMATION FOR CUSTODIAN:

Millennium Trust Company, LLC

FBO: Wendy Tsuji
Print Name

Address: 820 Jorie Blvd., Suite 420
Oak Brook, IL 60523

Phone: 630-368-5600
Fax: 630-368-5699

Tax ID: 0066

POLICY SERVICING ACTIVITIES

X I hereby designate 21st Services to perform post closing services on my behalf.
_____ I hereby designate the following servicing company to perform post-closing services on my behalf.

Name _____
Address _____
Phone ( ) _____ Fax ( ) _____

BOND ADDENDUM

The Purchaser acknowledges and agrees that the life insurance policy purchased subsequent to this agreement shall carry an insurance bond*** that will pay the buyer, or designated beneficiary, the full face value of their interest in the policy, should for any reason, the policy not mature within the limits indicated in the agreement. The Purchaser understands that to collect from the bonding company, the policy must be assigned to the bonding company in exchange for full payment, and that process for exchange shall be an escrow similar to the one through which the buyer originally purchased said policy.

The Purchaser herein acknowledges and understands that the contract includes an elimination period of not less than 90 days and not to exceed 12 months.

Initial _____

*** *The bond certificate that you have been given is being issued by an insurer that is not licensed by the State of California. These insurers are called "Non-Admitted" or "Surplus Lines" insurers. For additional information about the insurer you should ask questions of you agent or Secure Investment Services, Inc.*

Initial: _____

CANCELLATION OR RESCISSION OF INVESTMENT PURCHASE

Purchaser may rescind or cancel any purchase made pursuant to this Addendum for any reason, at any time within ten (10) calendar days after the later of; the date of this Addendum, or the date Purchaser remits the required consideration to Secure Investment Services, Inc. by giving written notice of his/her rescission or cancellation. No specific form is required for the rescission or cancellation. Such notice is effective when personally delivered, deposited in the United States mail, or deposited with a commercial courier or delivery service. If the Purchaser rescinds or cancels the Purchase, Secure Investment Services, Inc.. shall refund all of the Purchaser's cleared funds within ten (10) calendar days after Secure Investment Services, Inc.. receives the notice of rescission or cancellation.

IN WITNESS THEREOF, the parties hereto have executed this Addendum as of the date written below.

INSURANCE SETTLEMENT PURCHASER(S)

Signature

WENDY Y. TSUJI
Print Name

Dated: 27 June 2006

INSURANCE SETTLEMENT PURCHASER(S)

Signature

Print Name

Dated: _____

On behalf of Secure Investment Services, Inc.

Signature

JOHN L [illegible]
Print Name

Dated: 27 June 2006

Initial: _____

EXHIBIT B

Secure Investment Services, Inc.

Bonded Senior Life Settlements

2875 Churn Creek Road, Suite A
Redding, CA 96002
Phone (530) 223-9373 Fax (530) 221-8561

October 18, 2006

Christopher Collignon
871 Calle De Arboles
Redondo Beach, CA 90277

RE: BONDED INSURANCE SETTLEMENT

Insurance Co:	**Travelers Life Insurance (Metlife)**
Insured:	**Jeramias, Ernest**
Policy Number:	**7143527**

Amount of Investment:	**$26,979.00**
Date of Contract:	**September 29, 2006**

Thank you for participating in our Bonded Senior Settlement Program.
Your co-ownership of the aforementioned policy constitutes approximately 4.3166% of the face amount of $1,000,000.00. The total return to you upon maturity will be approximately $43,166.00.

Some insurance companies require new owners sign the change of ownership and beneficiary documents, others only require the existing owner's signature to make the changes. ***If the insurance company on this policy requires the new owner to sign these forms, they will be forwarded to you, for signature, under separate cover.***

We thank you for your participation in this program. If you have any questions please do not hesitate to contact our office.

Sincerely,

SECURE INVESTMENT SERVICES, INC.

Charles C. Jordan

Cc: K. Snowden
Cc: J. Hradesky

SECURE INVESTMENT SERVICES, INC.
MASTER PURCHASE AGREEMENT

RE: Pacific Northwest Title of Oregon

No modifications to this Contract may be made without the written consent of the Parties

THIS LIFE INSURANCE SETTLEMENT MASTER PURCHASE AGREEMENT ("Agreement") is made this 29 day of July, 20 06, by and between Secure Investment Services, Inc. (hereinafter referred to as "SIS"), and CHRISTOPHER COLLINSON, (hereinafter referred to as "Purchaser"), upon the following terms and conditions. This Agreement covers the terms and conditions of investments made in life insurance policy(ies) on insured(s) with an estimated life expectancy of 72 months or less.

WHEREAS, Secure Investment Services, Inc., with an office in California, located at 2875 Churn Creek Road, Suite A, Redding 96002, is in the business of facilitating the purchase and the sale of life insurance policy death benefits; and

WHEREAS, Purchaser has reviewed and approves and adopts the criteria utilized by SIS, to purchase said benefits; and

WHEREAS, Purchaser acknowledges that the economic benefit derived from the transaction(s) contemplated by this Agreement will result solely from the maturity of the life insurance policy(ies) upon the death of the insured(s), and will not be derived from the efforts of any person or entity employed or associated with SIS, and the Purchaser expressly waives any and all claims to the contrary.

NOW THEREFORE, in consideration of the mutual covenants and agreements hereinafter set forth, each party hereby represents that it or its representatives has/have the requisite authority to enter into this Agreement and hereby agree as follows:

I. AMOUNT OF PURCHASE

1. The Purchaser's deposit will be made simultaneous with the delivery of this executed Agreement, or Purchase Addendum(s) executed hereafter, to SIS by delivering a cashier check, or wire transfer, made payable to Millennium Trust Company, LLC. The Purchaser's deposit does not constitute a purchase or a commitment to purchase until five (5) business days after the Purchaser has received all of the disclosures required by California law.

   Beginning on the date SIS receives both this executed agreement and the purchase deposit, SIS will provide, when available, information regarding life insurance policies which meet the requirements of SIS and Purchaser in the form of a Life Settlement Disclosure Form and Purchase Addendum. If after reviewing this information the Purchaser wishes to purchase the described interest, the Purchaser will sign and return the Purchase Addendum. The Purchaser's deposit(s) is/are fully refundable, upon request, until the "Cancellation or Rescission of Investment Purchase" period as defined in the corresponding Purchase Addendum has expired.

2. Policies are priced at a discount of the death benefit, which depends on the projected life expectancy of each insured. SIS makes no representation or warranty as to the specific date when a policy will mature. The

return realized by the Purchaser does not represent an annual return. An annual return cannot be determined until the policy(ies) the Purchaser obtains matures.

3. Upon SIS's receipt of the executed Purchase Addendum, SIS will make every reasonable effort to have joint ownership and beneficiary interest of the Policy transferred and recorded by the insurance company as designated by Purchaser in the Purchase Addendum. SIS will be responsible for making premium payments on policies transferred directly to the Purchaser(s).

4. In the rare situation that the insurance company refuses to transfer joint ownership directly to the Purchaser, SIS will provide the Purchaser with a copy of the refusal letter issued by the insurance company, and will transfer the ownership and beneficiary interest of the Policy to Secure Investment Service, Inc and record the Purchaser's interest in the policy as an irrevocable beneficiary of the Secure Investment Services, Inc Trust.. The current Trustee of the Secure Investment Services, Inc. Trust is Millennium Trust Company, LLC, located at 820 Jorie Boulevard, Suite 420, Oak Brook, IL. The Trustee's sole responsibilities are to maintain accounts for the purpose of making the premium payments, to be the beneficiary for the death benefits of the life insurance policy in which the Purchaser obtains an interest, and to disburse the death benefits in accordance with the assignments of benefits relating to that policy.

II. TERMS OF AGREEMENT

5. SIS shall assist Purchaser in the purchase of the death benefit of life insurance policies of individuals which comply with the following criteria:

   A. Insurance carrier must have a rating of "B+" or better from A.M. Best or Standard & Poors.
   B. Policy must be beyond the contestability period.
   C. All life expectancies of insured will be determined by an independent reviewing physician taking into account the insured's age, current medical history, and, where applicable, insurance industry actuarial guidelines.

6. The Purchaser may designate himself or another individual as the primary beneficiary for any share in a life insurance policy death benefit he/she purchases. The EXCEPTION would be the use of certain qualified funds, in which the Custodian "For The Benefit Of" (FBO) the Purchaser must be the Beneficiary.

7. There are certain post-closing servicing activities that must be undertaken. These servicing activities include, but are not limited to, maintaining contact with the insured, tracking the health status of the insured (alive or not alive), monitoring the status of disability claims by insured, converting group policies to individual plans of insurance, and filing claims for benefits and death certificates with the insurance companies. Purchaser acknowledges that 21st Services, located at 401 2nd Avenue, Suite 820, Minneapolis, Minnesota 55401, will perform these services on behalf of SIS.

8. Purchaser hereby represents and warrants that he/she is sophisticated in financial matters and/or has access to professional advice, has adequate means for providing for current financial needs and possible personal contingencies, and also acknowledges that, once the policy closes the funds committed are not liquid and funds are not available until the policy matures.

   Initial: ____

Purchaser hereby acknowledges that the life expectancy(ies) provided by the reviewing physicians are only estimates. Purchaser further acknowledges that the policy may mature before or after the projected life expectancy.

Initial: _____

Purchaser also represents that he/she is able to bear the risk of the purchase of a policy(ies) for an indeterminate period and will only commit himself/herself to a purchase, which bears a reasonable relationship to his/her net worth.

Initial: _____

9. Purchaser represents and warrants that the death benefit of the policy(ies) is being acquired solely for the Purchaser and not for the distribution, assignment or resale to others, and no such other person has direct or indirect interest in such policy(ies). Further, Purchaser represents that by reason of his/her business and financial experience or that of those retained to advise Purchaser, Purchaser has the capacity to understand this purchase and to protect himself/herself with respect hereto.

Initial: _____

10. Purchaser is a resident of the state listed herein and the address and other information set herein and on the Purchase Addendum are true and correct.

Initial: _____

11. Purchaser acknowledges that SIS has made available to him/her or his/her personal representative or advisor the opportunity to obtain additional information regarding this transaction and the business of SIS beyond that contained in any documentation previously provided. The Purchaser also acknowledges that he/she has had the opportunity to evaluate the merits and risks of this relationship and purchase of death benefits of the life insurance policies.

Initial: _____

12. Purchaser acknowledges that he/she understands the meaning and legal consequences of the above representations and warranties and has relied on these representations and warranties in entering into this Agreement. Purchaser agrees to hold harmless SIS and its principals, agents, and employees from any damage or liability due to or arising out of a breach of any representation or warranty made herein by Purchaser.

Initial: _____

13. Purchaser appoints Pacific Northwest Title of Oregon, Inc.; 19245 S. Molalla Avenue, Suite 2; Oregon City, Oregon 97045, as Escrow Agent for the Purpose of holding funds for the purchase of life insurance policy(ies). The sole responsibilities of the Escrow Agent are:

- To hold funds forwarded by the Purchaser pursuant to this Agreement.
- To hold the documents received from the Seller of a policy when required.
- To receive and review written confirmation that the insurance company has accepted, recognized and/or noted on its books and records the transfer of the policy ownership and the change of beneficiary(ies), if applicable.
- To make disbursements at the direction of the SIS or Trustee.

14. Purchaser understands that Pacific Northwest Title is acting only as Escrow Agent pursuant to the terms of this Agreement, and is not representing him/her in this transaction and is not rendering any legal advice or

services to Purchaser, and that Pacific Northwest Title has no responsibility with regard to this transaction other than to comply with the terms of the escrow.

Initial: _____

15. In performing its duties as Escrow Agent, Pacific Northwest Title shall not incur any liability to SIS or to Purchaser for any damages, losses or expenses which either party may sustain or incur, unless the same is a direct result of the gross negligence or intentional misconduct of Escrow Agent. Escrow Agent shall be entitled to rely on any document(s), which Escrow Agent reasonably believes satisfy the terms and conditions of the escrow. As such, Escrow Agent may act in reliance upon any writing, instruction or signature, including fax, which it in good faith believes to be genuine, may assume the validity and accuracy of any statement or assertion contained in such writing or instrument, and may assume that any person purporting to give any writing, notice, advise, or instructions in connection with a change in ownership or beneficiary(ies) of a policy is authorized to do so. SIS and Purchaser each hereby agree to indemnify and hold harmless Escrow Agent from and against all losses, claim, damages, liabilities and expenses which it may sustain or incur hereunder, including, without limitation, reasonable attorney's fees, which may be imposed upon Escrow Agent or incurred by Escrow Agent in connection with the performance of its duties

16. Purchaser authorizes SIS to do any and all other actions, which may be necessary to facilitate the purchase of the death benefits of the life insurance policy(ies).

III. PAYMENT OF FUTURE PREMIUMS

17. Future premiums, for a minimum of the life expectancy of the insured plus twelve (12) months, or longer at the SIS's discretion, shall be paid by SIS, as stated in paragraph 3. In a case where policy ownership is held by Secure Investment Services Trust; Millennium Trust Company, LLC., shall pay all future premiums, for a minimum of the life expectancy of the insured plus twelve (12) months, or longer at SIS's discretion as stated in paragraph 4.

IV. MISCELLANEOUS

18. This Agreement is further subject to the following provisions:

A. Any dispute arising out of this Agreement, or relating to the business relationship established hereunder, between the Purchaser and SIS and/or its representatives, shall be resolved by arbitration. The arbitration shall be conducted by the Americana Arbitration Association (AAA) in accordance with the Commercial Arbitration rules during the time the arbitration is conducted. It is agreed that the locale of the arbitration shall be Sacramento, California. Appeals from the arbitrator(s) decision, and other matters of procedure, shall be as stated in the Federal Arbitration Act, 9 U.S.C Section 1 et Seq.

Initial: _____

B. Notwithstanding the above, the parties agree that SIS shall have the right, without waiving its right of arbitration, to obtain temporary and preliminary injunctive relief from a court of law. Any such application shall be presented to a state or federal court in California which shall be the exclusive venues for any such proceeding. In any dispute the prevailing party, in addition to any recovery, award, or settlement shall be reimbursed for its reasonable attorney's fees and costs.

Initial: _____

C. This agreement shall be governed and construed under the laws of the State of California. The jurisdiction of all actions arising out of this Agreement and/or relating to its validity shall be in the State of California, and parties stipulate and agree that venue for any such actions shall be in Redding, California.

D. This agreement is binding upon the successors of the parties hereto.

E. Any monies paid to the Escrow Agent shall not be credited to Purchasers' account until such time as the funds have cleared.

F. Each party hereby represents that it or its representative(s) has/have the requisite authority to enter into this Agreement.

G. In the event any portion of the Agreement is determined to be invalid, only that portion shall be invalid, but the remaining portions of this Agreement shall be valid and enforceable.

H. The Purchaser agrees to notify, in writing, SIS of any changes in the Purchaser's mailing address.

19. This Life Insurance Settlement Purchase Agreement represents the complete and entire agreement between the parties hereto. All prior and contemporaneous, oral and written, agreements, statements, understandings or representations by any of the parties hereto, or their employees, representatives, or agents are merged herein and extinguished hereby. No addition, modification, or waiver is reduced to writing and signed by the parties hereto.

V. BENEFICIARY INFORMATION

20. On the Purchase Addendum, you will be asked to designate how the beneficiary will be registered with the Trustee on the policy being purchased.

VI. DISCLOSURE TO BONDED INSURANCE SETTLEMENT PURCHASERS

Any person considering purchasing the death benefit of one or more life insurance policies should be aware of the following:

A. The returns available on a Life Insurance Settlement contract facilitated By SIS, are directly tied to the projected life expectancy of the insured.
Initial: _____

B. The fixed return that a purchaser may receive depends upon the price paid for the policy as a discount from its death benefit. The fixed return is determined by the projected life expectancy of the insured as set forth below:

Pursuant to the terms of this Life Insurance Settlement, SIS may escrow funds for future premium payments for a minimum of twelve (12) months beyond the projected life expectancy of the insured, or longer at SIS's discretion, and has agreed that the interest on those funds and any unused premiums may be retained as a reserve for payments of premiums on those policies where the insured outlives his/her projected life expectancy. In the event the premium reserve accounts are exhausted, Purchaser may be responsible for a payment of his/her share of any unpaid premiums,

In the event the Purchaser is required to pay premiums, such payments will reduce the fixed returns referenced above.
Initial: ____

21. All of the following costs associated with the purchase of an interest of a policy are included in the investment amount:
    - Reviewing physician(s) fee.
    - The Bonding Company fee for the life of the Agreement.
    - A premium payment for a minimum of one year beyond the projected life expectancy of the insured, or until the policy is purchased by the bonding company, whichever comes first.

22. If the purchaser is using funds from an IRA or other type of retirement plan, he/she will be responsible for paying administrative fees charged by the plan. These charges, if any, will reduce the fixed returns referenced above.

23. Purchasers should also be aware that some types of group life insurance policies might contain limitations or caps in the amount of coverage that may be converted. Also, the conversion of a group policy to an individual policy may result in additional premium payments. Payment of additional premiums due to conversion, if any will be made in accordance with paragraph 17 above.

24. The life expectancy on any particular insured and the rate of return of a Life Insurance Settlement contract are only estimates and cannot be guaranteed. Any projected rate of return to you from the purchase of a Life Insurance Settlement contract is based on an estimated life expectancy for the person insured under the life insurance policy that is the subject of the Life Insurance Settlement contract. The annualized return on your purchase may vary substantially from the expected rate of return based upon the actual life expectancy of the insured that may be less than, equal to, or greater than the estimated life expectancy. The annualized rate of return would be higher if the actual life expectancy were less than the estimated life expectancy of the insured at the time of the Life Insurance Settlement contract is closed. The annualized rate of return would be lower if the actual life expectancy were longer that the estimated life expectancy of the insured at the time the Life Insurance Settlement contract is closed.
Initial: ____

25. The purchase of one or more life insurance policies should not be considered a liquid purchase. While every attempt is made to determine the insured's life expectancy at the time of purchase, it is impossible to predict the exact time of the insured's demise. As a result, the Purchaser's funds will not be available until after the death of the insured. It is entirely possible that the insured could outlive his/ her life expectancy, which would delay payment of the death benefits.
Initial: ____

26. The Purchaser shall have the option of selling their policy(ies) to the bonding company upon reaching Life Expectancy, for the full beneficiary amount, as reflected in the Investment Returns section on the Purchase Addendum.

27. The Purchaser may rescind or cancel any purchase made pursuant to this Agreement for any reason, at any time within ten (10) calendar days after the date Purchaser remits the required consideration to SIS by giving written notice of his/her rescission or cancellation. No specific form is required for the rescission or cancellation. Such notice is effective when personally delivered, deposited in the United States mail, or

deposited with a commercial courier or delivery service. If the Purchaser rescinds or cancels the purchase, SIS shall refund all of the Purchaser's cleared funds within ten (10) calendar days after SIS receives the notice of rescission or cancellation.

28. Specific information regarding the insurance policy(ies), which the Purchaser ultimately will participate, including the name of the insurance company issuing the life insurance policy, the policy number, the total face value of the policy, and information regarding premiums due under the policy, will be provided to the Purchaser at least five (5) business days prior to the closing of purchase. The commitment to purchase said policy(ies) shall not be final until the Purchaser has received this information and been given the opportunity to advise SIS if he/she wishes to decline the purchase.

29. The Purchaser should consult with his/her own tax advisor regarding the tax consequences of the purchase of a Life Insurance Settlement contract, and if the Purchaser is using retirement funds or accounts for the purchase, whether or not adverse tax consequences might result from the use of those funds for this purchase.

Initial: CC

IN WITNESS THEREOF, the parties hereto have executed this agreement as of the first date written above.

BONDED INSURANCE SETTLEMENT PURCHASER(S)

Signature

CHRISTOPHER COLLIGNON
Print Name

Dated: 7/29/06

811 CALLE DE ARBOLES
Address

REDONDO BEACH CA 90277
City, State, Zip

310 563 4340
Telephone Number

BONDED INSURANCE SETTLEMENT PURCHASER(S)

Signature

Print Name

Dated:

Address

City, State, Zip

Telephone Number

On behalf of Secure Investment Services, Inc.

Signature

JOHN L HRABESKY
Print Name

Dated: 7/29/06

PURCHASE ADDENDUM

RE: Pacific Northwest Title of Oregon

This PURCHASE ADDENDUM ("Addendum") dated 7/29/06, is pursuant to the terms and conditions of the LIFE INSRUANCE SETTLEMENT MASTER PURCHASE AGREEMENT ("Agreement") dated 7-29-06. Except for the information provided herein for the purchase of a Life Insurance Settlement Policy, all terms and conditions stated in the Agreement shall govern this Addendum.

AMOUNT OF PURCHASE

The Purchaser hereby agrees to deposit the sum of Twenty-eight Thousand Four Hundred 00/100 ($ 28,400)* with Pacific Northwest Title of Oregon, 19245 S. Molalla Avenue., Suite 2, Oregon City, OR 97045, the Escrow Agent, for the purpose of acquiring the death benefit of a life insurance policy(ies) which will be allocated as set forth herein.

* *If purchase is being made with qualified funds requiring liquidation or transfer, and the amount stated above is the estimated amount expected, please initial here* _____.

PROJECTED INVESTMENT RETURNS

Escrow Number: 8-007
Policy to be purchased: JERIMIAS, ERNEST; or policy of equivalent value.
Policy Number: 7143527
Insurance Company: TRAVELERS LIFE INSURANCE (METLIFE)

Estimated Life Expectancy: 48 months*
Bond Redemption Date: APRIL 2011
Dollar Amount of Purchase: $ 28,400
Fixed Return on Dollar Amount of Purchase: 60 %**
Principal: $28,400 + Interest: $17,040 = Total Return: $ 45,440

* *The Policy Term is based upon the estimated life expectancy as determined by the Medical Report on the insured*
** *The above returns are fixed and <u>not</u> annualized returns.*

The Purchaser shall have seven (7) calendar days from the receipt of the Policy Disclosure Form and Medical Report on a life insurance policy that matches the above selected investment to perform any desired due diligence on the policy **and return this signed Purchase Addendum.** After 7 calendar days if the Purchaser has not returned signed copies of the Purchase Addendum, the funds reserved for the Purchaser on that policy will be released to the next investor, and the Purchaser will be notified when a new policy is identified which meet the Purchasers investment criteria.

Availability of Investment funds on new policies are reserved on a first come, first serve basis in the order the funds are received in the above referenced escrow account.

POLICY OWNERSHIP

Initial: _____

Please select one of the following options regarding how the Purchaser will take title (ownership) to insurance policy, and complete the information section(s) below.

✓ **Purchaser (s)** - In my individual name, or Joint Ownership

_____ **Trust** – I designate an independent trustee individually, or corporately, to hold title on my behalf pursuant to a written trust agreement. *(If Owner is a Trust, please complete all information below and attach a copy of the Trust Agreement)*

_____ **Custodian** - I designate an independent custodian individually, or corporately, to hold title on my behalf pursuant to a written custodial agreement. *(If Owner is a Custodian, please complete all information below and attach a copy of the Agreement)*

_____ **Third Party** - *(Rare)* I hereby designate the following individual or entity to take title: _____

OWNERSHIP INFORMATION
(Information on above selection)

CHRISTOPHER COLLIGNON
Print name (or Name of Trust & Primary Trustee)

[redacted]
Social Security (or Tax ID#)

Birth date (or Date of Trust)

811 CALLE DE ARBOLES
Address

REDONDO BEACH CA 90277
City, State, Zip Code

310 563 4340
Telephone

OWNERSHIP INFORMATION
(Joint Ownership, if applicable)

_____
Print name

_____
Social Security or Tax ID#

_____
Birth date

_____
Address

_____
City, State, Zip Code

_____
Telephone

OWNERSHIP INFORMATION FOR CUSTODIAN:

Millennium Trust Company, LLC

FBO: _____
Print Name

Address: 820 Jorie Blvd., Suite 420
Oak Brook, IL 60523

Phone: 630-368-5600
Fax: 630-368-5699

Tax ID: 0066

Initial: _____

BENEFICIARY INFORMATION

The Beneficiary on the policy will receive the payment from the Insurance Company once the policy matures. Please select one of the three following Beneficiary options below to be placed on the policy:

_____ **Direct Investment Purchaser is Beneficiary**

_X_ **Qualified Retirement Funds: Millennium Trust Co., LLC**

FBO: _____
Tax ID: #0066

_____ **Different Beneficiary:** If Beneficiary is different from Purchaser.

If Beneficiary is a Trust, please complete all information below, and attach a copy of the Trust Agreement.

BENEFICIARY INFORMATION

CHRISTOPHER COLLINSON
Print Name or Name of Trust & Primary Trustee

[redacted]
Social Security or Tax ID

[redacted]
Birth Date or Date of Trust

871 CALLE DE ARBOLES
Address

REDONDO BEACH CA 90277
City, State, Zip Code

310 503 4340
Telephone

BENEFICIARY INFORMATION
(Joint Beneficiary, if applicable)

Print Name

Social Security or Tax ID

Birth Date or Date of Trust

Address

City, State, Zip Code

Telephone

Alternate Beneficiary (Only one or two individuals should be named)

Print Name or Name of Trust & Primary Trustee

Social Security or Tax ID

Birth Date or Date of Trust

Address

City, State, Zip Code

Print Name

Social Security or Tax ID

Birth Date or Date of Trust

Address

City, State, Zip Code

Initial: _____

Telephone Telephone

BENEFICIARY INFORMATION FOR CUSTODIAN:

Millennium Trust Company, LLC

FBO: _____
Print Name

Address: 820 Jorie Blvd., Suite 420
Oak Brook, IL 60523

Phone: 630-368-5600
Fax: 630-368-5699

Tax ID: 0066

POLICY SERVICING ACTIVITIES

X I hereby designate 21st Services to perform post closing services on my behalf.
_____ I hereby designate the following servicing company to perform post-closing services on my behalf.

Name _____
Address _____
Phone ( ) _____ Fax ( ) _____

BOND ADDENDUM

The Purchaser acknowledges and agrees that the life insurance policy purchased subsequent to this agreement shall carry an insurance bond*** that will pay the buyer, or designated beneficiary, the full face value of their interest in the policy, should for any reason, the policy not mature within the limits indicated in the agreement. The Purchaser understands that to collect from the bonding company, the policy must be assigned to the bonding company in exchange for full payment, and that process for exchange shall be an escrow similar to the one through which the buyer originally purchased said policy.

The Purchaser herein acknowledges and understands that the contract includes an elimination period of not less than 90 days and not to exceed 12 months.

Initial _____

*** *The bond certificate that you have been given is being issued by an insurer that is not licensed by the State of California. These insurers are called "Non-Admitted" or "Surplus Lines" insurers. For additional information about the insurer you should ask questions of you agent or Secure Investment Services, Inc.*

Initial: _____

CANCELLATION OR RESCISSION OF INVESTMENT PURCHASE

Purchaser may rescind or cancel any purchase made pursuant to this Addendum for any reason, at any time within ten (10) calendar days after the later of; the date of this Addendum, or the date Purchaser remits the required consideration to Secure Investment Services, Inc. by giving written notice of his/her rescission or cancellation. No specific form is required for the rescission or cancellation. Such notice is effective when personally delivered, deposited in the United States mail, or deposited with a commercial courier or delivery service. If the Purchaser rescinds or cancels the Purchase, Secure Investment Services, Inc.. shall refund all of the Purchaser's cleared funds within ten (10) calendar days after Secure Investment Services, Inc.. receives the notice of rescission or cancellation.

IN WITNESS THEREOF, the parties hereto have executed this Addendum as of the date written below.

INSURANCE SETTLEMENT PURCHASER(S)

Signature

CHRISTOPHER COLLINGWOOD
Print Name

Dated: 7/29/06

INSURANCE SETTLEMENT PURCHASER(S)

Signature

Print Name

Dated:

On behalf of Secure Investment Services, Inc.

John L Hradesky
Signature

JOHN L HRADESKY
Print Name

Dated: 7/29/06

EXHIBIT C

Secure Investment Services, Inc.

Bonded Senior Life Settlements

2875 Churn Creek Road, Suite A
Redding, CA 96002
Phone (530) 223-9373 Fax (530) 221-8561

November 27, 2006

Collignon-Tsuji Family Trust
871 Calle De Arboles
Redondo Beach, CA 90277

RE: BONDED INSURANCE SETTLEMENT

Insurance Co:	**Travelers' Life Insurance/MetLife**
Insured:	**Jeremias, Ernest**
Policy Number:	**7103 849**
Amount of Investment:	**$8,000.00**
Date of Contract:	**Transfer from Jeremias-527 dated July 29, 2006**

Thank you for participating in our Bonded Senior Settlement Program.
Your co-ownership of the aforementioned policy constitutes approximately 1.248780% of the face amount of $1,025,000.00. The total return to you upon maturity will be approximately $12,800.00.

Some insurance companies require new owners sign the change of ownership and beneficiary documents, others only require the existing owner's signature to make the changes. ***If the insurance company on this policy requires the new owner to sign these forms, they will be forwarded to you, for signature, under separate cover.***

We thank you for your participation in this program. If you have any questions please do not hesitate to contact our office, or your agent Jack Hradesky.

Sincerely,

SECURE INVESTMENT SERVICES, INC.

Kimberly A. Snowden
Director of Operations

Cc: CJ

COPY

SECURE INVESTMENT SERVICES, INC.
MASTER PURCHASE AGREEMENT

No modifications to this Contract may be made without the written consent of the Parties

THIS LIFE INSURANCE SETTLEMENT MASTER PURCHASE AGREEMENT ("Agreement") is made this 29 day of July 20 06, by and between Secure Investment Services, Inc. (hereinafter referred to as "SIS"), and Christopher Colligan & Wendy Y. Tsui Family Trust (hereinafter referred to as "Purchaser"), upon the following terms and conditions. This Agreement covers the terms and conditions of investments made in life insurance policy(ies) on insured(s) with an estimated life expectancy of 72 months or less.

WHEREAS, Secure Investment Services, Inc., with an office in California, located at 2875 Churn Creek Road, Suite A, Redding 96002, is in the business of facilitating the purchase and the sale of life insurance policy death benefits; and

WHEREAS, Purchaser has reviewed and approves and adopts the criteria utilized by SIS, to purchase said benefits; and

WHEREAS, Purchaser acknowledges that the economic benefit derived from the transaction(s) contemplated by this Agreement will result solely from the maturity of the life insurance policy(ies) upon the death of the insured(s), and will not be derived from the efforts of any person or entity employed or associated with SIS, and the Purchaser expressly waives any and all claims to the contrary.

NOW THEREFORE, in consideration of the mutual covenants and agreements hereinafter set forth, each party hereby represents that it or its representatives has/have the requisite authority to enter into this Agreement and hereby agree as follows:

I. AMOUNT OF PURCHASE

1. The Purchaser's deposit will be made simultaneous with the delivery of this executed Agreement, or Purchase Addendum(s) executed hereafter, to SIS by delivering a cashier check, or wire transfer, made payable to Secure Investment Services, Inc.. The Purchaser's deposit does not constitute a purchase or a commitment to purchase until five (5) business days after the Purchaser has received all of the disclosures required by California law.

   Beginning on the date SIS receives both this executed agreement and the purchase deposit, SIS will provide, when available, information regarding life insurance policies which meet the requirements of SIS and Purchaser in the form of a Life Settlement Disclosure Form and Purchase Addendum. If after reviewing this information the Purchaser wishes to purchase the described interest, the Purchaser will sign and return the Purchase Addendum. The Purchaser's deposit(s) is/are fully refundable, upon request, until the "Cancellation or Rescission of Investment Purchase" period as defined in the corresponding Purchase Addendum has expired.

2. Policies are priced at a discount of the death benefit, which depends on the projected life expectancy of each insured. SIS makes no representation or warranty as to the specific date when a policy will mature. The return realized by the Purchaser does not represent an annual return. An annual return cannot be determined until the policy(ies) the Purchaser obtains matures.

3. Upon SIS's receipt of the executed Purchase Addendum, SIS will make every reasonable effort to have joint ownership and beneficiary interest of the Policy transferred and recorded by the insurance company as designated by Purchaser in the Purchase Addendum. SIS will be responsible for making premium payments on policies transferred directly to the Purchaser(s).

4. In the rare situation that the insurance company refuses to transfer joint ownership directly to the Purchaser, SIS will provide the Purchaser with a copy of the refusal letter issued by the insurance company, and will transfer the ownership and beneficiary interest of the Policy to Secure Investment Service, Inc and record the Purchaser's interest in the policy as an irrevocable beneficiary of the Secure Investment Services, Inc Trust. The current Trustee of the Secure Investment Services, Inc. Trust is Millennium Trust Company, LLC, located at 820 Jorie Boulevard, Suite 420, Oak Brook, IL. The Trustee's sole responsibilities are to maintain accounts for the purpose of making the premium payments, to be the beneficiary for the death benefits of the life insurance policy in which the Purchaser obtains an interest, and to disburse the death benefits in accordance with the assignments of benefits relating to that policy.

II. TERMS OF AGREEMENT

5. SIS shall assist Purchaser in the purchase of the death benefit of life insurance policies of individuals which comply with the following criteria:

   A. Insurance carrier must have a rating of "B+" or better from A.M. Best or Standard & Poors.
   B. Policy must be beyond the contestability period.
   C. All life expectancies of insured will be determined by an independent reviewing physician taking into account the insured's age, current medical history, and, where applicable, insurance industry actuarial guidelines.

6. The Purchaser may designate himself or another individual as the primary beneficiary for any share in a life insurance policy death benefit he/she purchases. The EXCEPTION would be the use of certain qualified funds, in which the Custodian "For The Benefit Of" (FBO) the Purchaser must be the Beneficiary.

7. There are certain post-closing servicing activities that must be undertaken. These servicing activities include, but are not limited to, maintaining contact with the insured, tracking the health status of the insured (alive or not alive), monitoring the status of disability claims by insured, converting group policies to individual plans of insurance, and filing claims for benefits and death certificates with the insurance companies. Purchaser acknowledges that 21st Services, located at 401 2nd Avenue, Suite 820, Minneapolis, Minnesota 55401, will perform these services on behalf of SIS.

8. Purchaser hereby represents and warrants that he/she is sophisticated in financial matters and/or has access to professional advice, has adequate means for providing for current financial needs and possible personal contingencies, and also acknowledges that, once the policy closes the funds committed are not liquid and funds are not available until the policy matures.

Initial

Purchaser hereby acknowledges that the life expectancy(ies) provided by the reviewing physicians are only estimates. Purchaser further acknowledges that the policy may mature before or after the projected life expectancy.

Initial

Purchaser also represents that he/she is able to bear the risk of the purchase of a policy(ies) for an indeterminate period and will only commit himself/herself to a purchase, which bears a reasonable relationship to his/her net worth.

Initial

9. Purchaser represents and warrants that the death benefit of the policy(ies) is being acquired solely for the Purchaser and not for the distribution, assignment or resale to others, and no such other person has direct or indirect interest in such policy(ies). Further, Purchaser represents that by reason of his/her business and financial experience or that of those retained to advise Purchaser, Purchaser has the capacity to understand this purchase and to protect himself/herself with respect hereto.

Initial

10. Purchaser is a resident of the state listed herein and the address and other information set herein and on the Purchase Addendum are true and correct.

Initial

11. Purchaser acknowledges that SIS has made available to him/her or his/her personal representative or advisor the opportunity to obtain additional information regarding this transaction and the business of SIS beyond that contained in any documentation previously provided. The Purchaser also acknowledges that he/she has had the opportunity to evaluate the merits and risks of this relationship and purchase of death benefits of the life insurance policies.

Initial

12. Purchaser acknowledges that he/she understands the meaning and legal consequences of the above representations and warranties and has relied on these representations and warranties in entering into this Agreement. Purchaser agrees to hold harmless SIS and its principals, agents, and employees from any damage or liability due to or arising out of a breach of any representation or warranty made herein by Purchaser.

Initial

13. Purchaser appoints Secure Investment Services, Inc., 2875 Churn Creek Road, suite A, Redding California, Agent for the Purpose of holding funds for the purchase of life insurance policy(ies).

Initial

Purchaser authorizes SIS to do any and all other actions, which may be necessary to facilitate the purchase of the death benefits of the life insurance policy(ies).

Initial

III. PAYMENT OF FUTURE PREMIUMS

14. Future premiums, for a minimum of the life expectancy of the insured plus twelve (12) months, or longer at the SIS's discretion, shall be paid by SIS, as stated in paragraph 3. In a case where policy ownership is held by Secure Investment Services Trust, Millennium Trust Company, LLC., shall pay all future premiums, for a minimum of the life expectancy of the insured plus twelve (12) months, or longer at SIS's discretion as stated in patagraph 4.

IV. MISCELLANEOUS

15. This Agreement is further subject to the following provisions:

A. Any dispute arising out of this Agreement, or relating to the business relationship established hereunder, between the Purchaser and SIS and/or its representatives, shall be resolved by arbitration. The arbitration shall be conducted by the Americana Arbitration Association (AAA) in accordance with the Commercial Arbitration rules during the time the arbitration is conducted. It is agreed that the locale of the arbitration shall be Sacramento, California. Appeals from the arbitrator(s) decision, and other matters of procedure, shall be as stated in the Federal Arbitration Act, 9 U.S.C Section 1 et. Seq.

Initial

B. Notwithstanding the above, the parties agree that SIS shall have the right, without waiving its right of arbitration, to obtain temporary and preliminary injunctive relief from a court of law. Any such application shall be presented to a state or federal court in California which shall be the exclusive venues for any such proceeding. In any dispute the prevailing party, in addition to any recovery, award, or settlement shall be reimbursed for its reasonable attorney's fees and costs.

Initial

C. This agreement shall be governed and construed under the laws of the State of California. The jurisdiction of all actions arising out of this Agreement and/or relating to its validity shall be in the State of California, and parties stipulate and agree that venue for any such actions shall be in Redding, California.

D. This agreement is binding upon the successors of the parties hereto.

E. Each party hereby represents that it or its representative(s) has/have the requisite authority to enter into this Agreement.

F. In the event any portion of the Agreement is determined to be invalid, only that portion shall be invalid, but the remaining portions of this Agreement shall be valid and enforceable.

G. The Purchaser agrees to notify, in writing, SIS of any changes in the Purchaser's mailing address.

16. This Life Insurance Settlement Purchase Agreement represents the complete and entire agreement between the parties hereto. All prior and contemporaneous, oral and written, agreements, statements, understandings or representations by any of the parties hereto, or their employees, representatives, or agents are merged herein and extinguished hereby. No addition, modification, or waiver is reduced to writing and signed by the parties hereto.

V. BENEFICIARY INFORMATION

17. On the Purchase Addendum, you will be asked to designate how the beneficiary will be registered with the Trustee on the policy being purchased.

VI. DISCLOSURE TO BONDED INSURANCE SETTLEMENT PURCHASERS

Any person considering purchasing the death benefit of one or more life insurance policies should be aware of the following:

A. The returns available on a Life Insurance Settlement contract facilitated By SIS, are directly tied to the projected life expectancy of the insured.
Initial _____

B. The fixed return that a purchaser may receive depends upon the price paid for the policy as a discount from its death benefit. The fixed return is determined by the projected life expectancy of the insured as set forth below:

Pursuant to the terms of this Life Insurance Settlement, SIS may escrow funds for future premium payments for a minimum of twelve (12) months beyond the projected life expectancy of the insured, or longer at SIS's discretion, and has agreed that the interest on those funds and any unused premiums may be retained as a reserve for payments of premiums on those policies where the insured outlives his/her projected life expectancy. In the event the premium reserve accounts are exhausted, Purchaser may be responsible for a payment of his/her share of any unpaid premiums, In the event the Purchaser is required to pay premiums, such payments will reduce the fixed returns referenced above.
Initial _____

18. All of the following costs associated with the purchase of an interest of a policy are included in the investment amount:
- Reviewing physician(s) fee.
- The Bonding Company fee for the life of the Agreement.
- A premium payment for a minimum of one year beyond the projected life expectancy of the insured, or until the policy is purchased by the bonding company, whichever comes first.

19. If the purchaser is using funds from an IRA or other type of retirement plan, he/she will be responsible for paying administrative fees charged by the plan. These charges, if any, will reduce the fixed returns referenced above.

20. Purchasers should also be aware that some types of group life insurance policies might contain limitations or caps in the amount of coverage that may be converted. Also, the conversion of a group policy to an individual policy may result in additional premium payments. Payment of additional premiums due to conversion, if any will be made in accordance with paragraph 14 above.

21. The life expectancy on any particular insured and the rate of return of a Life Insurance Settlement contract are only estimates and cannot be guaranteed. Any projected rate of return to you from the

purchase of a Life Insurance Settlement contract is based on an estimated life expectancy for the person insured under the life insurance policy that is the subject of the Life Insurance Settlement contract. The annualized return on your purchase may vary substantially from the expected rate of return based upon the actual life expectancy of the insured that may be less than, equal to, or greater than the estimated life expectancy. The annualized rate of return would be higher if the actual life expectancy were less than the estimated life expectancy of the insured at the time of the Life Insurance Settlement contract is closed. The annualized rate of return would be lower if the actual life expectancy were longer that the estimated life expectancy of the insured at the time the Life Insurance Settlement contract is closed.

Initial

22. The purchase of one or more life insurance policies should not be considered a liquid purchase. While every attempt is made to determine the insured's life expectancy at the time of purchase, it is impossible to predict the exact time of the insured's demise. As a result, the Purchaser's funds will not be available until after the death of the insured. It is entirely possible that the insured could outlive his/ her life expectancy, which would delay payment of the death benefits.

Initial

23. The Purchaser shall have the option of selling their policy(ies) to the bonding company upon reaching Life Expectancy, for the full beneficiary amount, as reflected in the Investment Returns section on the Purchase Addendum.

24. The Purchaser may rescind or cancel any purchase made pursuant to this Agreement for any reason, at any time within ten (10) calendar days after the date Purchaser remits the required consideration to SIS by giving written notice of his/her rescission or cancellation. No specific form is required for the rescission or cancellation. Such notice is effective when personally delivered, deposited in the United States mail, or deposited with a commercial courier or delivery service. If the Purchaser rescinds or cancels the purchase, SIS shall refund all of the Purchaser's cleared funds within ten (10) calendar days after SIS receives the notice of rescission or cancellation.

25. Specific information regarding the insurance policy(ies), which the Purchaser ultimately will participate, including the name of the insurance company issuing the life insurance policy, the policy number, the total face value of the policy, and information regarding premiums due under the policy, will be provided to the Purchaser at least five (5) business days prior to the closing of purchase. The commitment to purchase said policy(ies) shall not be final until the Purchaser has received this information and been given the opportunity to advise SIS if he/she wishes to decline the purchase.

26. The Purchaser should consult with his/her own tax advisor regarding the tax consequences of the purchase of a Life Insurance Settlement contract, and if the Purchaser is using retirement funds or accounts for the purchase, whether or not adverse tax consequences might result from the use of those funds for this purchase.

Initial

IN WITNESS THEREOF, the parties hereto have executed this agreement as of the first date written above.

BONDED INSURANCE SETTLEMENT PURCHASER(S)

Signature

WENDY Y. TSUJI
Print Name

Dated: 29 July 2006

871 Calle de Arboles
Address

Redondo Beach, CA 90277
City, State, Zip

(310) 373-2721
Telephone Number

BONDED INSURANCE SETTLEMENT PURCHASER(S)

Signature

CHRISTOPHER COLLIGNON
Print Name

Dated: 7/29/06

871 Calle de Arboles
Address

Redondo Beach, CA 90277
City, State, Zip

(310) 373-2721
Telephone Number

On behalf of Secure Investment Services, Inc.

Signature

JOAN L HARDESTY
Print Name

Dated: 7-29-06

PURCHASE ADDENDUM
PA-Non Qualified Funds

This PURCHASE ADDENDUM ("Addendum") dated 11-27-06, is pursuant to the terms and conditions of the LIFE INSURANCE SETTLEMENT MASTER PURCHASE AGREEMENT ("Agreement") dated 6-29-06. Except for the information provided herein for the purchase of a Life Insurance Settlement Policy, all terms and conditions stated in the Agreement shall govern this Addendum.

AMOUNT OF PURCHASE

The Purchaser hereby agrees to deposit the sum of Eight Thousand ($ 8000.-)with Secure Investment Services, Inc., Agent, for the purpose of acquiring the death benefit of a life insurance policy(ies) which will be allocated as set forth herein.

PROJECTED INVESTMENT RETURNS

Policy to be purchased: Jefferson 849; or policy of equivalent value.
Policy Number: 1103 849
Insurance Company: Travelers / Met Life

Estimated Life Expectancy: 48 months*
Bond Redemption Date: 4 10 11
Dollar Amount of Purchase: $ 8,000
Fixed Return on Dollar Amount of Purchase: 60 %**
Principal: $8,000 + Interest: $4800.- = Full Beneficiary Amount: $12,800.-

** The Policy Term is based upon the estimated life expectancy as determined by the Medical Report on the insured*
*** The above returns are fixed and not annualized returns.*

The Purchaser shall have seven (7) calendar days from the receipt of the Policy Disclosure Form and Medical Report on a life insurance policy that matches the above selected investment to perform any desired due diligence on the policy and return this signed Purchase Addendum. After 7 calendar days if the Purchaser has not returned signed copies of the Purchase Addendum, the funds reserved for the Purchaser on that policy will be released to the next investor, and the Purchaser will be notified when a new policy is identified which meet the Purchasers investment criteria.

Availability of Investment funds on new policies are reserved on a first come, first serve basis in the order the funds are received.

Initials

POLICY OWNERSHIP

Please select one of the following options regarding how the Purchaser will take title (ownership) to insurance policy, and complete the information section(s) below.

_____ **Purchaser (s)** - In my individual name, or Joint Ownership

__X__ **Trust** – I designate an independent trustee individually, or corporately, to hold title on my behalf pursuant to a written trust agreement. *(If Owner is a Trust, please complete all information below and attach a copy of the Trust Agreement*

_____ **Third Party** - *(Rare)* I hereby designate the following individual or entity to take title:

_____

OWNERSHIP INFORMATION
(Information on above selection)

Christopher Collignon and Wendy Y. Tsaji
Print name (or Name of Trust & Primary Trustee)

[redacted]
Social Security (or Tax ID#)

[redacted]
Birth date (or Date of Trust)

871 Calle de Arboles
Address

Redondo Beach CA 90277
City, State, Zip Code

310-373-2721
Telephone

OWNERSHIP INFORMATION
(Joint Ownership, if applicable)

Family Trust
Print name

Social Security or Tax ID#

Birth date

Address

City, State, Zip Code

Telephone

BENEFICIARY INFORMATION

The Beneficiary on the policy will receive the payment from the Insurance Company once the policy matures. Please select one of the three following Beneficiary options below to be placed on the policy:

__X__ **Direct Investment** Purchaser is Beneficiary

_____ **Different Beneficiary**: If Beneficiary is different from Purchaser.

If Beneficiary is a Trust, please complete all information below, and attach a copy of the Trust Agreement.

[redacted]

BENEFICIARY INFORMATION

Sue Owensby
Print Name or Name of Trust & Primary Trustee

Social Security or Tax ID

Birth Date or Date of Trust

Address

City, State, Zip Code

Telephone

BENEFICIARY INFORMATION
(Joint Beneficiary, if applicable)

Print Name

Social Security or Tax ID

Birth Date or Date of Trust

Address

City, State, Zip Code

Telephone

Alternate Beneficiary (Only one or two individuals should be named)

Print Name or Name of Trust & Primary Trustee

Social Security or Tax ID

Birth Date or Date of Trust

Address

City, State, Zip Code

Telephone

Print Name

Social Security or Tax ID

Birth Date or Date of Trust

Address

City, State, Zip Code

Telephone

POLICY SERVICING ACTIVITIES

X I hereby designate 21st Services to perform post closing services on my behalf.
___ I hereby designate the following servicing company to perform post-closing services on my behalf.

Name _____
Address _____
Phone ( ) _____ Fax ( ) _____

BOND ADDENDUM

The Purchaser acknowledges and agrees that the life insurance policy purchased subsequent to this agreement shall carry an insurance bond*** that will pay the buyer, or designated beneficiary, the full face

Initial: _____

value of their interest in the policy, should for any reason, the policy not mature within the limits indicated in the agreement. The Purchaser understands that to collect from the bonding company, the policy must be assigned to the bonding company in exchange for full payment. All executed assignment forms shall be placed in escrow or other qualified third party for exchange of the full beneficiary amount.
The Purchaser herein acknowledges and understands that the contract includes an elimination period of not less than 90 days and not to exceed 12 months.

Initial

*** *The bond certificate that you have been given is being issued by an insurer that is not licensed by the State of California. These insurers are called "Non-Admitted" or "Surplus Lines" insurers. For additional information about the insurer you should ask questions of you agent or Secure Investment Services, Inc.*

CANCELLATION OR RESCISSION OF INVESTMENT PURCHASE

Purchaser may rescind or cancel any purchase made pursuant to this Addendum for any reason, at any time within ten (10) calendar days after the later of; the date of this Addendum, or the date Purchaser remits the required consideration to Secure Investment Services, Inc. by giving written notice of his/her rescission or cancellation. No specific form is required for the rescission or cancellation. Such notice is effective when personally delivered, deposited in the United States mail, or deposited with a commercial courier or delivery service. If the Purchaser rescinds or cancels the Purchase, Secure Investment Services, Inc shall refund all of the Purchaser's cleared funds within ten (10) calendar days after Secure Investment Services, Inc. receives the notice of rescission or cancellation.

IN WITNESS THEREOF, the parties hereto have executed this Addendum as of the date written below.

INSURANCE SETTLEMENT PURCHASER(S)

Signature

C. COLLIGNON
Print Name

Dated: 12/15/06

INSURANCE SETTLEMENT PURCHASER(S)

Signature

W. Y. TSUJI
Print Name

Dated: 12/15/06

On behalf of Secure Investment Services, Inc.

Signature

Kimberly Snowden
Print Name

Dated: 11-27-06

Initial

EXHIBIT D

Secure Investment Services, Inc.

Bonded Senior Life Settlements

2875 Churn Creek Road, Suite A
Redding, CA 96002
Phone (530) 223-9373 Fax (530) 221-8561

November 27, 2006

Collignon-Tsuji Family Trust
871 Calle De Arboles
Redondo Beach, CA 90277

RE: BONDED INSURANCE SETTLEMENT

Insurance Co:	**Travelers' Life Insurance/MetLife**
Insured:	**Jeremias, Ernest**
Policy Number:	**7143-527**
Amount of Investment:	**$152,991.74**
Date of Contract:	**July 29, 2006**

Thank you for participating in our Bonded Senior Settlement Program.
Your co-ownership of the aforementioned policy constitutes approximately 24.4787% of the face amount of $1,000,000.00. The total return to you upon maturity will be approximately $244,786.78.

Some insurance companies require new owners sign the change of ownership and beneficiary documents, others only require the existing owner's signature to make the changes. ***If the insurance company on this policy requires the new owner to sign these forms, they will be forwarded to you, for signature, under separate cover.***

We thank you for your participation in this program. If you have any questions please do not hesitate to contact our office, or your agent Jack Hradesky.

Sincerely,

SECURE INVESTMENT SERVICES, INC.

Kimberly A. Snowden
Director of Operations

Cc CJ

COPY

SECURE INVESTMENT SERVICES, INC.
MASTER PURCHASE AGREEMENT

No modifications to this Contract may be made without the written consent of the Parties

THIS LIFE INSURANCE SETTLEMENT MASTER PURCHASE AGREEMENT ("Agreement") is made this 29 day of July 2006, by and between Secure Investment Services, Inc. (hereinafter referred to as "SIS"), and Christopher Collignon & Wendy Y. Tsuyi Family Trust (hereinafter referred to as "Purchaser"), upon the following terms and conditions. This Agreement covers the terms and conditions of investments made in life insurance policy(ies) on insured(s) with an estimated life expectancy of 72 months or less.

WHEREAS, Secure Investment Services, Inc., with an office in California, located at 2875 Churn Creek Road, Suite A, Redding 96002, is in the business of facilitating the purchase and the sale of life insurance policy death benefits; and

WHEREAS, Purchaser has reviewed and approves and adopts the criteria utilized by SIS, to purchase said benefits; and

WHEREAS, Purchaser acknowledges that the economic benefit derived from the transaction(s) contemplated by this Agreement will result solely from the maturity of the life insurance policy(ies) upon the death of the insured(s), and will not be derived from the efforts of any person or entity employed or associated with SIS, and the Purchaser expressly waives any and all claims to the contrary.

NOW THEREFORE, in consideration of the mutual covenants and agreements hereinafter set forth, each party hereby represents that it or its representatives has/have the requisite authority to enter into this Agreement and hereby agree as follows:

I. AMOUNT OF PURCHASE

1. The Purchaser's deposit will be made simultaneous with the delivery of this executed Agreement, or Purchase Addendum(s) executed hereafter, to SIS by delivering a cashier check, or wire transfer, made payable to Secure Investment Services, Inc.. The Purchaser's deposit does not constitute a purchase or a commitment to purchase until five (5) business days after the Purchaser has received all of the disclosures required by California law.

   Beginning on the date SIS receives both this executed agreement and the purchase deposit, SIS will provide, when available, information regarding life insurance policies which meet the requirements of SIS and Purchaser in the form of a Life Settlement Disclosure Form and Purchase Addendum. If after reviewing this information the Purchaser wishes to purchase the described interest, the Purchaser will sign and return the Purchase Addendum. The Purchaser's deposit(s) is/are fully refundable, upon request, until the "Cancellation or Rescission of Investment Purchase" period as defined in the corresponding Purchase Addendum has expired.

2. Policies are priced at a discount of the death benefit, which depends on the projected life expectancy of each insured. SIS makes no representation or warranty as to the specific date when a policy will mature. The return realized by the Purchaser does not represent an annual return. An annual return cannot be determined until the policy(ies) the Purchaser obtains matures.

3. Upon SIS's receipt of the executed Purchase Addendum, SIS will make every reasonable effort to have joint ownership and beneficiary interest of the Policy transferred and recorded by the insurance company as designated by Purchaser in the Purchase Addendum. SIS will be responsible for making premium payments on policies transferred directly to the Purchaser(s).

4. In the rare situation that the insurance company refuses to transfer joint ownership directly to the Purchaser, SIS will provide the Purchaser with a copy of the refusal letter issued by the insurance company, and will transfer the ownership and beneficiary interest of the Policy to Secure Investment Service, Inc and record the Purchaser's interest in the policy as an irrevocable beneficiary of the Secure Investment Services, Inc Trust.. The current Trustee of the Secure Investment Services, Inc. Trust is Millennium Trust Company, LLC, located at 820 Jorie Boulevard, Suite 420, Oak Brook, IL. The Trustee's sole responsibilities are to maintain accounts for the purpose of making the premium payments, to be the beneficiary for the death benefits of the life insurance policy in which the Purchaser obtains an interest, and to disburse the death benefits in accordance with the assignments of benefits relating to that policy.

II. TERMS OF AGREEMENT

5. SIS shall assist Purchaser in the purchase of the death benefit of life insurance policies of individuals which comply with the following criteria:

   A. Insurance carrier must have a rating of "B+" or better from A.M. Best or Standard & Poors.
   B. Policy must be beyond the contestability period.
   C. All life expectancies of insured will be determined by an independent reviewing physician taking into account the insured's age, current medical history, and, where applicable, insurance industry actuarial guidelines.

6. The Purchaser may designate himself or another individual as the primary beneficiary for any share in a life insurance policy death benefit he/she purchases. The EXCEPTION would be the use of certain qualified funds, in which the Custodian "For The Benefit Of" (FBO) the Purchaser must be the Beneficiary.

7. There are certain post-closing servicing activities that must be undertaken. These servicing activities include, but are not limited to, maintaining contact with the insured, tracking the health status of the insured (alive or not alive), monitoring the status of disability claims by insured, converting group policies to individual plans of insurance, and filing claims for benefits and death certificates with the insurance companies. Purchaser acknowledges that 21st Services, located at 401 2nd Avenue, Suite 820, Minneapolis, Minnesota 55401, will perform these services on behalf of SIS.

8. Purchaser hereby represents and warrants that he/she is sophisticated in financial matters and/or has access to professional advice, has adequate means for providing for current financial needs and possible personal contingencies, and also acknowledges that, once the policy closes the funds committed are not liquid and funds are not available until the policy matures.

Initial _____

Purchaser hereby acknowledges that the life expectancy(ies) provided by the reviewing physicians are only estimates. Purchaser further acknowledges that the policy may mature before or after the projected life expectancy.

Initial:

Purchaser also represents that he/she is able to bear the risk of the purchase of a policy(ies) for an indeterminate period and will only commit himself/herself to a purchase, which bears a reasonable relationship to his/her net worth.

Initial:

9. Purchaser represents and warrants that the death benefit of the policy(ies) is being acquired solely for the Purchaser and not for the distribution, assignment or resale to others, and no such other person has direct or indirect interest in such policy(ies). Further, Purchaser represents that by reason of his/her business and financial experience or that of those retained to advise Purchaser, Purchaser has the capacity to understand this purchase and to protect himself/herself with respect hereto.

Initial:

10. Purchaser is a resident of the state listed herein and the address and other information set herein and on the Purchase Addendum are true and correct.

Initial:

11. Purchaser acknowledges that SIS has made available to him/her or his/her personal representative or advisor the opportunity to obtain additional information regarding this transaction and the business of SIS beyond that contained in any documentation previously provided. The Purchaser also acknowledges that he/she has had the opportunity to evaluate the merits and risks of this relationship and purchase of death benefits of the life insurance policies.

Initial:

12. Purchaser acknowledges that he/she understands the meaning and legal consequences of the above representations and warranties and has relied on these representations and warranties in entering into this Agreement. Purchaser agrees to hold harmless SIS and its principals, agents, and employees from any damage or liability due to or arising out of a breach of any representation or warranty made herein by Purchaser.

Initial:

13. Purchaser appoints Secure Investment Services, Inc., 2875 Churn Creek Road, suite A, Redding California, Agent for the Purpose of holding funds for the purchase of life insurance policy(ies).

Initial:

Purchaser authorizes SIS to do any and all other actions, which may be necessary to facilitate the purchase of the death benefits of the life insurance policy(ies).

Initial:

III. PAYMENT OF FUTURE PREMIUMS

14. Future premiums, for a minimum of the life expectancy of the insured plus twelve (12) months, or longer at the SIS's discretion, shall be paid by SIS, as stated in paragraph 3. In a case where policy ownership is held by Secure Investment Services Trust, Millennium Trust Company, LLC., shall pay all future premiums, for a minimum of the life expectancy of the insured plus twelve (12) months, or longer at SIS's discretion as stated in paragraph 4.

IV. MISCELLANEOUS

15. This Agreement is further subject to the following provisions:

A. Any dispute arising out of this Agreement, or relating to the business relationship established hereunder, between the Purchaser and SIS and/or its representatives, shall be resolved by arbitration. The arbitration shall be conducted by the Americana Arbitration Association (AAA) in accordance with the Commercial Arbitration rules during the time the arbitration is conducted. It is agreed that the locale of the arbitration shall be Sacramento, California. Appeals from the arbitrator(s) decision, and other matters of procedure, shall be as stated in the Federal Arbitration Act, 9 U.S.C Section 1 et. Seq.

Initial _____

B. Notwithstanding the above, the parties agree that SIS shall have the right, without waiving its right of arbitration, to obtain temporary and preliminary injunctive relief from a court of law. Any such application shall be presented to a state or federal court in California which shall be the exclusive venues for any such proceeding. In any dispute the prevailing party, in addition to any recovery, award, or settlement shall be reimbursed for its reasonable attorney's fees and costs.

Initial _____

C. This agreement shall be governed and construed under the laws of the State of California. The jurisdiction of all actions arising out of this Agreement and/or relating to its validity shall be in the State of California, and parties stipulate and agree that venue for any such actions shall be in Redding, California.

D. This agreement is binding upon the successors of the parties hereto.

E. Each party hereby represents that it or its representative(s) has/have the requisite authority to enter into this Agreement.

F. In the event any portion of the Agreement is determined to be invalid, only that portion shall be invalid, but the remaining portions of this Agreement shall be valid and enforceable.

G. The Purchaser agrees to notify, in writing, SIS of any changes in the Purchaser's mailing address.

16. This Life Insurance Settlement Purchase Agreement represents the complete and entire agreement between the parties hereto. All prior and contemporaneous, oral and written, agreements, statements, understandings or representations by any of the parties hereto, or their employees, representatives, or agents are merged herein and extinguished hereby. No addition, modification, or waiver is reduced to writing and signed by the parties hereto.

V. BENEFICIARY INFORMATION

17. On the Purchase Addendum, you will be asked to designate how the beneficiary will be registered with the Trustee on the policy being purchased.

VI. DISCLOSURE TO BONDED INSURANCE SETTLEMENT PURCHASERS

Any person considering purchasing the death benefit of one or more life insurance policies should be aware of the following:

A. The returns available on a Life Insurance Settlement contract facilitated By SIS, are directly tied to the projected life expectancy of the insured.
Initial

B. The fixed return that a purchaser may receive depends upon the price paid for the policy as a discount from its death benefit. The fixed return is determined by the projected life expectancy of the insured as set forth below:

Pursuant to the terms of this Life Insurance Settlement, SIS may escrow funds for future premium payments for a minimum of twelve (12) months beyond the projected life expectancy of the insured, or longer at SIS's discretion, and has agreed that the interest on those funds and any unused premiums may be retained as a reserve for payments of premiums on those policies where the insured outlives his/her projected life expectancy. In the event the premium reserve accounts are exhausted, Purchaser may be responsible for a payment of his/her share of any unpaid premiums, In the event the Purchaser is required to pay premiums, such payments will reduce the fixed returns referenced above.
Initial

18. All of the following costs associated with the purchase of an interest of a policy are included in the investment amount:
- Reviewing physician(s) fee.
- The Bonding Company fee for the life of the Agreement.
- A premium payment for a minimum of one year beyond the projected life expectancy of the insured, or until the policy is purchased by the bonding company, whichever comes first.

19. If the purchaser is using funds from an IRA or other type of retirement plan, he/she will be responsible for paying administrative fees charged by the plan. These charges, if any, will reduce the fixed returns referenced above.

20. Purchasers should also be aware that some types of group life insurance policies might contain limitations or caps in the amount of coverage that may be converted. Also, the conversion of a group policy to an individual policy may result in additional premium payments. Payment of additional premiums due to conversion, if any will be made in accordance with paragraph 14 above.

21. The life expectancy on any particular insured and the rate of return of a Life Insurance Settlement contract are only estimates and cannot be guaranteed. Any projected rate of return to you from the

purchase of a Life Insurance Settlement contract is based on an estimated life expectancy for the person insured under the life insurance policy that is the subject of the Life Insurance Settlement contract. The annualized return on your purchase may vary substantially from the expected rate of return based upon the actual life expectancy of the insured that may be less than, equal to, or greater than the estimated life expectancy. The annualized rate of return would be higher if the actual life expectancy were less than the estimated life expectancy of the insured at the time of the Life Insurance Settlement contract is closed. The annualized rate of return would be lower if the actual life expectancy were longer that the estimated life expectancy of the insured at the time the Life Insurance Settlement contract is closed.

Initial

22. The purchase of one or more life insurance policies should not be considered a liquid purchase. While every attempt is made to determine the insured's life expectancy at the time of purchase, it is impossible to predict the exact time of the insured's demise. As a result, the Purchaser's funds will not be available until after the death of the insured. It is entirely possible that the insured could outlive his/ her life expectancy, which would delay payment of the death benefits.

Initial

23. The Purchaser shall have the option of selling their policy(ies) to the bonding company upon reaching Life Expectancy, for the full beneficiary amount, as reflected in the Investment Returns section on the Purchase Addendum.

24. The Purchaser may rescind or cancel any purchase made pursuant to this Agreement for any reason, at any time within ten (10) calendar days after the date Purchaser remits the required consideration to SIS by giving written notice of his/her rescission or cancellation. No specific form is required for the rescission or cancellation. Such notice is effective when personally delivered, deposited in the United States mail, or deposited with a commercial courier or delivery service. If the Purchaser rescinds or cancels the purchase, SIS shall refund all of the Purchaser's cleared funds within ten (10) calendar days after SIS receives the notice of rescission or cancellation.

25. Specific information regarding the insurance policy(ies), which the Purchaser ultimately will participate, including the name of the insurance company issuing the life insurance policy, the policy number, the total face value of the policy, and information regarding premiums due under the policy, will be provided to the Purchaser at least five (5) business days prior to the closing of purchase. The commitment to purchase said policy(ies) shall not be final until the Purchaser has received this information and been given the opportunity to advise SIS if he/she wishes to decline the purchase.

26. The Purchaser should consult with his/her own tax advisor regarding the tax consequences of the purchase of a Life Insurance Settlement contract, and if the Purchaser is using retirement funds or accounts for the purchase, whether or not adverse tax consequences might result from the use of those funds for this purchase.

Initial

IN WITNESS THEREOF, the parties hereto have executed this agreement as of the first date written above.

BONDED INSURANCE SETTLEMENT PURCHASER(S)

Signature

WENDY Y. TSUJI
Print Name

Dated: 29 July 2006

871 Calle de Arboles
Address

Redondo Beach, CA 90277
City, State, Zip

(310) 373-2721
Telephone Number

BONDED INSURANCE SETTLEMENT PURCHASER(S)

Signature

CHRISTOPHER COLLIGNON
Print Name

Dated: 7/29/06

871 Calle de Arboles
Address

Redondo Beach, CA 90277
City, State, Zip

(310) 373-2721
Telephone Number

On behalf of Secure Investment Services, Inc.

Signature

JOAN L HRADECKY
Print Name

Dated: 7-29-06

PURCHASE ADDENDUM

PA-Non Qualified Funds

This PURCHASE ADDENDUM ("Addendum") dated 11-27-06, is pursuant to the terms and conditions of the LIFE INSURANCE SETTLEMENT MASTER PURCHASE AGREEMENT ("Agreement") dated 6-29-06. Except for the information provided herein for the purchase of a Life Insurance Settlement Policy, all terms and conditions stated in the Agreement shall govern this Addendum.

AMOUNT OF PURCHASE

The Purchaser hereby agrees to deposit the sum of One Hundred Fifty-two thousand nine hundred ninety one ($152,991.74) with Secure Investment Services, Inc., Agent, for the purpose of acquiring the death benefit of a life insurance policy(ies) which will be allocated as set forth herein. 74/100

PROJECTED INVESTMENT RETURNS

Policy to be purchased: Tecaurus 527; **or policy of equivalent value.**
Policy Number: 7143-527
Insurance Company: Travelers / MetLife

Estimated Life Expectancy: 48 months*
Bond Redemption Date: 4-2011
Dollar Amount of Purchase: $152,991.74
Fixed Return on Dollar Amount of Purchase: 60 %**
Principal: $152,991.74 Interest: $91,795.04 = Full Beneficiary Amount: $244,786.78

** The Policy Term is based upon the estimated life expectancy as determined by the Medical Report on the insured*
*** The above returns are fixed and not annualized returns.*

The Purchaser shall have seven (7) calendar days from the receipt of the Policy Disclosure Form and Medical Report on a life insurance policy that matches the above selected investment to perform any desired due diligence on the policy and return this signed Purchase Addendum. After 7 calendar days if the Purchaser has not returned signed copies of the Purchase Addendum, the funds reserved for the Purchaser on that policy will be released to the next investor, and the Purchaser will be notified when a new policy is identified which meet the Purchasers investment criteria.

Availability of Investment funds on new policies are reserved on a first come, first serve basis in the order the funds are received.

POLICY OWNERSHIP

Please select one of the following options regarding how the Purchaser will take title (ownership) to insurance policy, and complete the information section(s) below.

____ **Purchaser (s)** - In my individual name, or Joint Ownership

__Y__ **Trust** – I designate an independent trustee individually, or corporately, to hold title on my behalf pursuant to a written trust agreement. *(If Owner is a Trust, please complete all information below and attach a copy of the Trust Agreement*

____ **Third Party** - *(Rare)* I hereby designate the following individual or entity to take title:

_____

OWNERSHIP INFORMATION
(Information on above selection)

Christopher Collignon and Wendy Y. Tsuji
Print name (or Name of Trust & Primary Trustee)

[redacted]
Social Security (or Tax ID#)

[redacted]
Birth date (or Date of Trust)

871 Calle De Arboles
Address

Redondo Beach CA 90277
City, State, Zip Code

310-373-2721
Telephone

OWNERSHIP INFORMATION
(Joint Ownership, if applicable)

Family Trust
Print name

Social Security or Tax ID#

Birth date

Address

City, State, Zip Code

Telephone

BENEFICIARY INFORMATION

The Beneficiary on the policy will receive the payment from the Insurance Company once the policy matures. Please select one of the three following Beneficiary options below to be placed on the policy:

__Y__ **Direct Investment** Purchaser is Beneficiary

____ **Different Beneficiary:** If Beneficiary is different from Purchaser.

If Beneficiary is a Trust, please complete all information below, and attach a copy of the Trust Agreement.

Initial [redacted]

BENEFICIARY INFORMATION

See Ownership
Print Name or Name of Trust & Primary Trustee

Social Security or Tax ID

Birth Date or Date of Trust

Address

City, State, Zip Code

Telephone

BENEFICIARY INFORMATION
(Joint Beneficiary, if applicable)

Print Name

Social Security or Tax ID

Birth Date or Date of Trust

Address

City, State, Zip Code

Telephone

Alternate Beneficiary (Only one or two individuals should be named)

Print Name or Name of Trust & Primary Trustee

Social Security or Tax ID

Birth Date or Date of Trust

Address

City, State, Zip Code

Telephone

Print Name

Social Security or Tax ID

Birth Date or Date of Trust

Address

City, State, Zip Code

Telephone

POLICY SERVICING ACTIVITIES

Y I hereby designate 21st Services to perform post closing services on my behalf.
____ I hereby designate the following servicing company to perform post-closing services on my behalf.

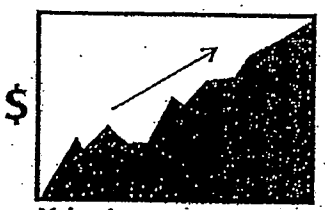
Name _____
Address _____
Phone ( ) _____ Fax ( ) _____

BOND ADDENDUM

The Purchaser acknowledges and agrees that the life insurance policy purchased subsequent to this agreement shall carry an insurance bond*** that will pay the buyer, or designated beneficiary, the full face

Initial:

EXHIBIT E



Bonded Life Settlement

ANXIETY-FREE RETIREMENT SPECIALISTS, INC.

By Jack Hradesky

(949) 874-5325 or (310) 670-7108

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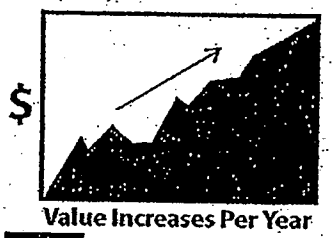
Revision G
Ver WO



BONDED LIFE SETTLEMENTS

INTRODUCTION

An Emerging Market

Significant growth is on the horizon

There has been tremendous life settlement growth in the past seven years.

The numbers of seniors will only increase, thus presenting more opportunity for life settlements.

Seniors are protecting themselves financially and are replacing lost work income. Life settlements will become a priority in their financial planning.

Consequently, many seniors will choose to sell life insurance policies to help increase income. This creates the opportunity to invest in life settlements.

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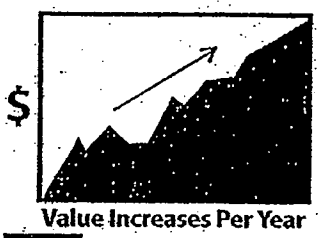

BONDED LIFE SETTLEMENTS

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C. Example

III. Reasons Bonded Life Settlements are Purchased

IV. The Process

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B. Step One - The Seller
C. Step Two - The Buyer
D. Step Three - The Evaluation
E. Step Four - The Bonding
F. Step Five - The Offer
G. Step Six - - The Acceptance
H. Step Seven - The Purchase
I. Step Eight - The New Beneficiary
J. Step Nine - Cashing Out Early
K. Step Ten - Cashing Out On Time

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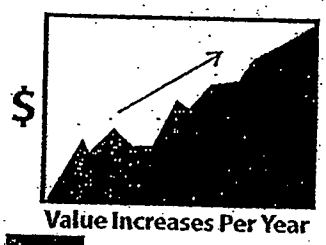

BONDED LIFE SETTLEMENTS

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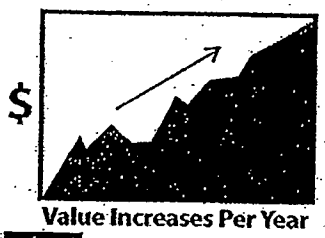

II A

DEFINITIONS

LIFE SETTLEMENT

A **life settlement** is a transaction in which policyholders sell the rights to the death benefits associated with their insurance policies to third party settlement companies. This process creates a secondary market for life insurance products. The typical market for these products includes individuals over the age of 65 with life expectancies of 4 to 10 years. *Steps 1 thru 10 describes the process of A Bonded Life Settlement Transaction.* A settlement firm representing third party investors will provide a cash payment, to the policyholder, that exceeds the cash surrender value embedded in the policy. From that point on, the original policyholder will have no further involvement or association with the policy. The life settlement firm will continue to make premium payments on the policy to the life insurer, until the death benefit is claimed. The death benefit will be collected by the settlement company and passed on to the third party investor, who is likely interested in returns that are not highly correlated with their other assets.

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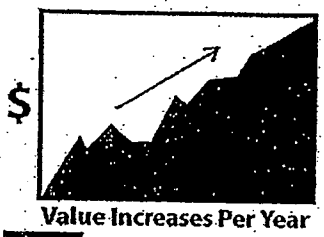

IIB

DEFINITIONS

BONDED LIFE SETTLEMENTS

Bonded Life Settlements are life insurance policies that *include a "Life Expectancy Guarantee Bond"* and have been underwritten to the standards of a bonding company who, for a bonding premium, is willing to provide a performance bond warranting that should the policy not mature by a specified date (generally four to six years) the bonding company will buy out/cash out the purchasers' interest in the policy at face value which is paid in a lump sum (purchaser's principal + compounded interest). *Steps one thru 10 describe the process of a Bonded Life Settlement Transaction.*

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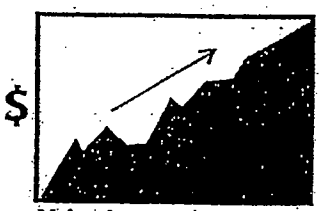

II C

DEFINITIONS

EXAMPLE

A 75 year old person has been diagnosed to live some three to five years due to cancer or some life threatening ailment. He owns a $1,000,000 life policy. The cash surrender value is some $150,000. The life settlement company may offer him $350,000 cash for the policy. The insured agrees and signs over the policy to the life settlement company or the company's investor whom they have pre-sold by agreement to making them the new beneficiary of the policy.

The investor or investors funds are used to pay for the purchase of the insurance policy and as well as for policy premiums, life expectancy underwriting and purchase of the "Life Expectancy Guarantee Bond" from an reinsurance bond company. The commissions and administrative fees are included in the investor's purchase price.

At this point the investor's purchased policy becomes seasoned and is parked for the termination of life expectancy payout or by PCI to pay out to the investor as per the details of the life settlement agreement and the "Life Expectancy Guarantee Bond."

Should the bond company be required to pay out to the investor, the life policy per agreement, shall be surrogated to the bond company as the collateral held for the bond provided.

Should the original policy owner die on or before the agreed-to terms of the life settlement agreement then, the investor would receive the full face value of the life policy as stated. This is not a viatical.

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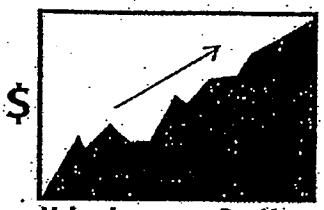

BENEFITS

REASONS BONDED LIFE SETTLEMENTS ARE PURCHASED

- Exceptional Returns, typically:
  - 90% in 6 years for an investment of $50,000 to $999,000
  - 108 to 120 % for an $1,000,000 plus investment for 6 years
- Safety of Principal, supported by A+ and A++ Life Insurance Companies
- Guaranteed to be paid in 6 years via a bond
- IRS reported income. Capital Gains taxes.
- Diversification of investment portfolio
- Investment is independent of the stock market
- Investment is independent of the interest rates

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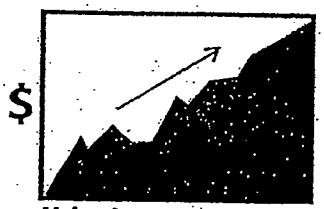

IV A

THE PROCESS

OVERVIEW OF THE PROCESS

(Seller)
Executive, Retiree, Business Owner, Doctor, Attorney, CPA

(Buyer)
Investor, Pension, IRS, 401k, SEP, Trust, Institution

(The Evaluation)
The bonding company must evaluate & agree to bond the Seller's Insurance policy.

(The Bonding)
Bonding company agrees, then Buyer will make an offer

(The Offer)
The offer to purchase is made to the Seller for acceptance

(The Acceptance)
Seller & Buyer accept conditions/ agreement with 15 day free look

(The Purchase)
Buyer will instruct the Trustee to make check to Escrow for purchase

(New Beneficiary)
Escrow will Transfer title & new Buyer will Become new beneficiary

(Cashing Out Early)
If Insured dies prematurely before 4/6, Buyer gets cash out at full value

(Cashing Out On time)
If Insured lives Within the contract period (4/6) Buyer gets cash out at full value.

Transaction Complete

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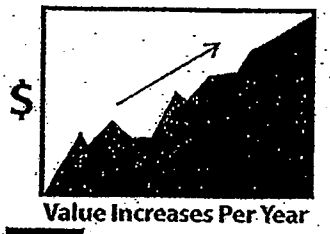

Validation

Closing Documentation

- Copy of original insurance policy
- Current enforce illustration (showing premiums paid)
- Change of ownership confirmation form ins. co.
- Copy of original ins. policy
- Copies of all docs signed in transaction
- Copy of bond

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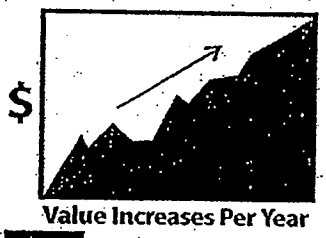

IV B

THE PROCESS

STEP ONE

The Seller

It starts with an individual (seller) who has a life insurance policy that is not wanted or needed.

A seller could be:

a) An executive who retires from a corporation.

b) A doctor / attorney who doesn't need or want an insurance policy.

c) A retiree who doesn't need or want an insurance policy

d) A divorce settlement.

e) A business owner who sold a business.

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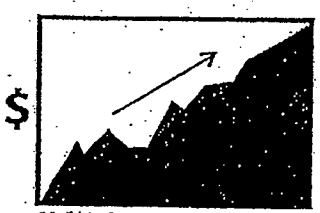


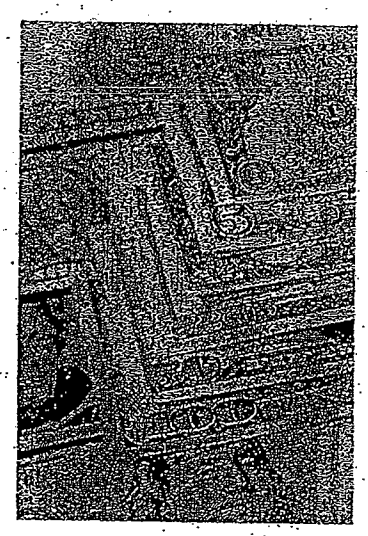
IV C

THE PROCESS

STEP TWO

The Buyer

A buyer makes contact with a seller who has the insurance policy that they don't need or want *and is also willing to purchase the policy.*



A buyer could be:

a) An investor

b) An insurance company

c) A broker dealer

d) A pension plan or trust

e) An IRA, Roth IRA, 401k, SEP

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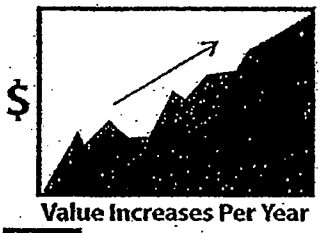

IV D

THE PROCESS

STEP THREE

The Evaluation

Before the buyer can make an offer to purchase the life insurance policy at a discounted price, the bonding company *must first agree* to bond the life insurance policy with a "Life Expectancy Guarantee Bond."

Expert medical evaluations of the insured's life expectancy (consensus of three medical opinions) will be required before the bonding company underwrites the Life Insurance Policy contract period (four to six years).

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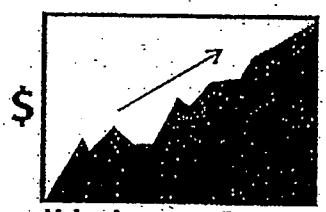


IV E

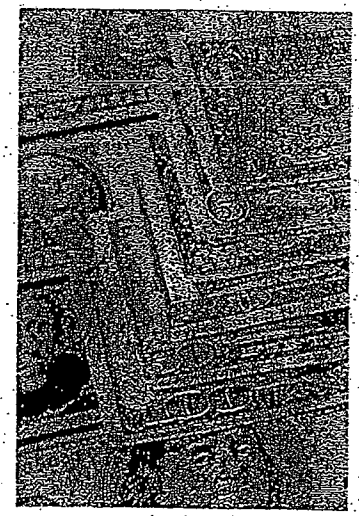
THE PROCESS

STEP FOUR

The Bonding

The Bonding company must agree to bond the life insurance policy and include a "Life Expectancy Guarantee Bond" and be underwritten to the standards of the bonding company.

*Based on the expert evaluations **(Mortality Profile and Life Expectancy Report)** the bonding company underwrites and agrees to bond the Life Insurance Policy.*



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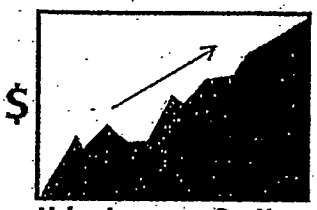


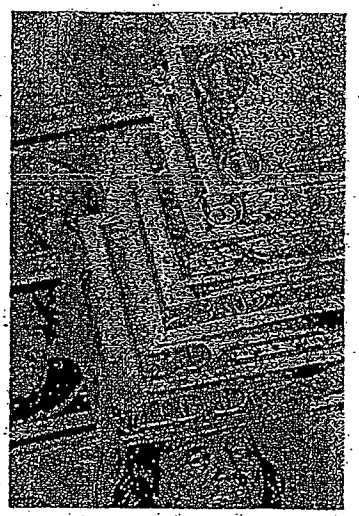
IV F

THE PROCESS

Step Five

The Offer

Once the bonding company has reviewed and evaluated the *consensus of three medical opinions* and also *agrees to include* the "Life Expectancy Guarantee Bond" with the life insurance policy, only then will the buyer make an offer to purchase the Bonded Life Settlement (BLS) at a discounted price.



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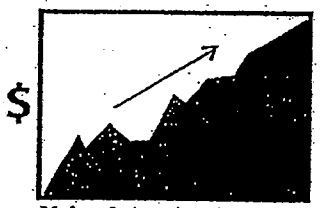


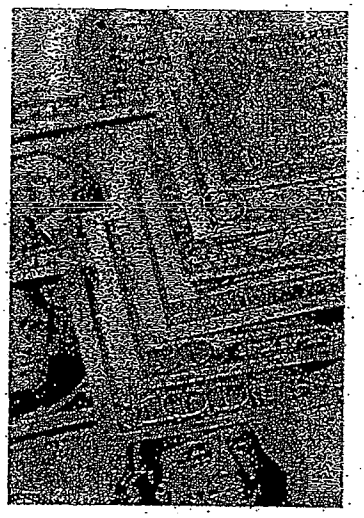
IV G

THE PROCESS

STEP SIX

The Acceptance

The seller and buyer accept the Conditions of the Agreement and have a *15 day free look period.*



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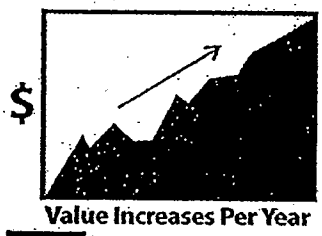


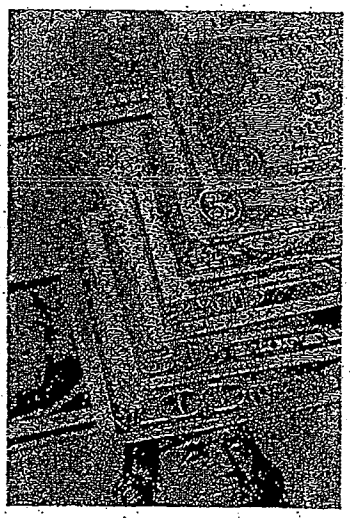
IV H

THE PROCESS

STEP SEVEN

The Purchase

After the buyer has received confirmation that the life insurance policy will be bonded with a "Life Expectancy Guarantee Bond", the buyer will instruct the trustee to make a check to a designated escrow company per the IRS / Settlement regulation and purchase the Bonded Life Settlement.



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IV I

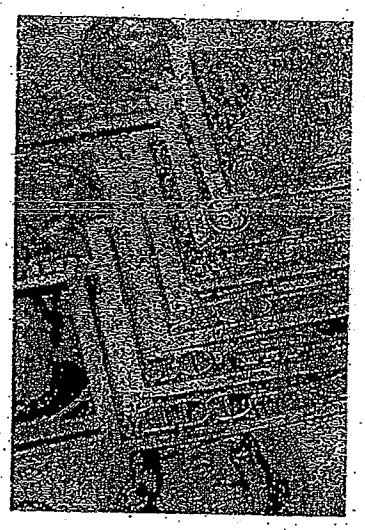
THE PROCESS

STEP EIGHT

The New Beneficiary

Upon instructions or a check from the trustee, the escrow company will transfer title. The buyer will become the new owner and beneficiary of the life insurance policy and will receive the full or partial death benefit equivalent to the principal and stated return as agreed and accepted.

The new Buyer (Investor) will be listed on the Insurance Policy as the Beneficiary



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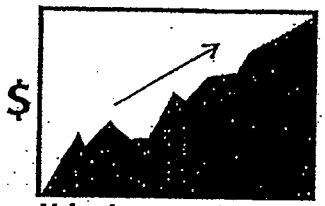


IV J

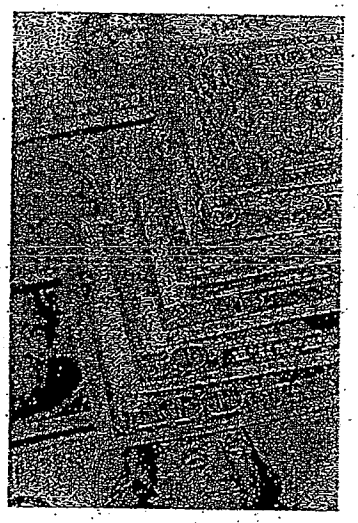
THE PROCESS

STEP NINE

Cashing Out Early

If the insured dies early, within four to six years, the *insurance company* will cash out and pay the buyer full value (principal + 15% simple interest for six years). The insurance company will pay the buyer directly within 30 days.

The Investor receives the same amount if the insured dies the first year of if the bond is paid in the sixth year.



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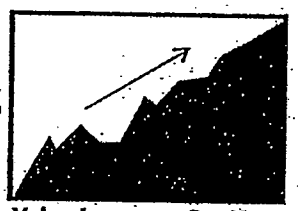


IV K

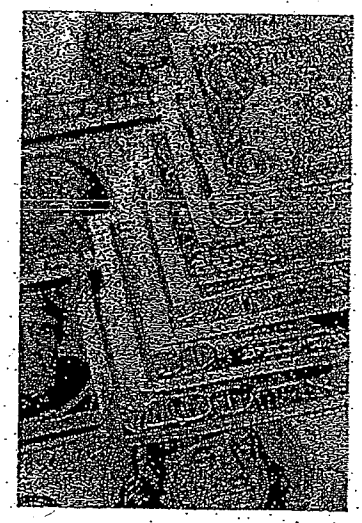
THE PROCESS

STEP TEN

Cashing Out On Time

If the insured lives to the term, 4-6, the *bonding company* will cash out and pay the buyer full value (principal + 90%). The bonding company will pay the buyer directly within 90 days.

The bonding company has an elimination period for the Insurer to die, which is 90 days, otherwise they pay in full.



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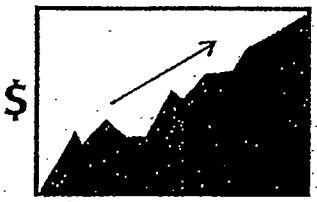

VA

MAJOR ENTITIES

POLICIES ARE PURCHASED FROM LIFE INSURANCE COMPANIES

ING	Domicile: US / Connecticut AM Best Rating A+ http://www.ing-usa.com/us//
The Hartford	Domicile: US / Connecticut AM Best Rating A++ http://www.thehartford.com/
Columbus Life	Domicile: US / Ohio AM Best Rating A+ http://www.columbuslife.com/
Travelers	Domicile: US / Connecticut AM Rating A+ http://www.travelers.com/
AIG	Domicile: US / New York AM Best Rating A++ http://www.aig.com/gateway/home
Pacific Life	Domicile: US / California AM Best Rating A++ http://www.pacificlife.com/
SunLife	Domicile: CA / Ontario AM Best Rating A++ http://www.sunlife.ca/canada/cda/homepage.v2
John Hancock	Domicile: US / Massachusetts AM Best Rating A++ http://www.johnhancock.com/
Transamerica	Domicile: US / New York AM Best Rating A+ http://www.transamerica.com/
Jackson National Life	Domicile: US / Michigan AM Best Rating A+ http://www.jnl/index.jsp
Lincoln Financial	Domicile: US / Pennsylvania AM Best Rating A+ http://www.lfg.com/

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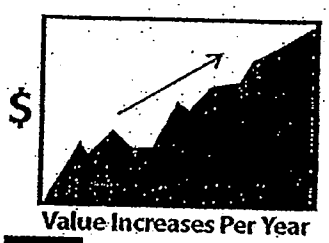

VB

BONDED LIFE SETTLEMENTS

BOND RE-INSURERS

The bond re-insurance companies, which are also fully licensed insurance and reinsurance companies have been underwriting profitable books of business consisting of both insurance and reinsurance for 14 successful years, and this on a global basis. Additionally, this type of business is done in over 48 countries and in 17 currencies.

Most of these insurance companies have chosen to use the rating services of Dunn and Bradstreet (D&B), internationally. Using strict underwriting guidelines to maintain the highest rating attainable (SAS) from D&B results in successful customer satisfaction and the ability to maintain the insurance industry's lowest loss ratios.

The re-insurance bond company is a division of a UK company on the London stock exchange,

These companies write custom Manu scripted ***Financial Guarantee Bonds*** to the financial industry.

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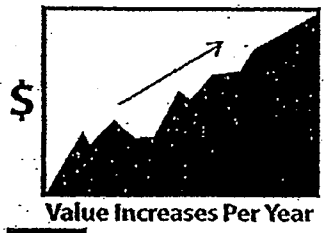

V C

MAJOR ENTITIES

REINSURANCE COMPANIES

These companies utilized by the bond insurers

Zurich
Domicile: Switzerland, Best Rating A, numerous writing companies NR or A

AIG
Domicile: US, Best Rating A++15, numerous writing companies

General & Cologne RE 84336
Domicile: Bermuda not rated by Best Part of Bershire Hathaway Insurance Group – Companies that are rated in Group have A M Best rating of A++

Bayerische Ruck now a subsidiary of Swiss Re

Swiss Re
Domicile: Switzerland, Best A+15
http://www.swissre.com/

Baloise Insurance Group
Domicile: Switzerland, Best NR-5 Operations also in Germany
http://www.baloise.ch/

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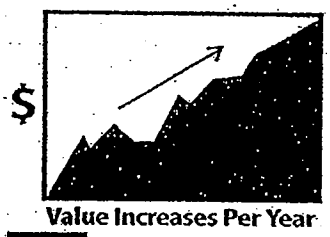
Revision A



VC

MAJOR ENTITIES

REINSURANCE COMPANIES cont.

Royal & Sun Alliance Insurance Group plc
Domicile: United Kingdom, Best NR-5 US writing Companies have a B rating

Winterhur Group
Domicile: Switzerland, Best A-15
http://www.winterhur.com/

NAC RE 59070
Domicile: USA, not rated by Best

Aegon RE (Aegon Insurance Group)
Domicile: Netherlands, Best NR-5
http://www.aegon.com/

AXA
Domicile: France with US writing companies: Best NR-5 US writing companies have Best Rating of A- or B+
http://www.axa.com/

St Paul Re
Domicile: Bermuda, Captive – Best does not rate, Other Members of Group are rated A
http://www.stpaultravelers.com/

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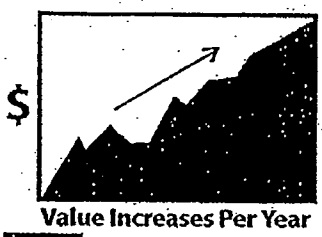

VD

MAJOR ENTITIES

BROKER

The Broker's Purpose:

- To find prospective sellers of life insurance and to consummate the sale
- To have agents to solicit prospects (to buy life insurance)
- To educate the prospect
- To Explain the opportunities
- To select an Escrow Company to handle the money.
- To arrange a bond from reinsurance company
- To manage the process

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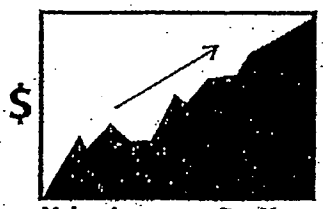

VE

MAJOR ENTITIES

ESCROW COMPANIES

- The independent firm who handles all the money transactions.
- Receives the investor's money
- Pays the seller.
- Pays the premiums to the life insurance company.
- Pays the bonding company
- Pays the investors when the bonding company pays off.
- Pays the investor when the bonding company

Note: the insurance companies pay the investors directly should the insured die before the agreement.

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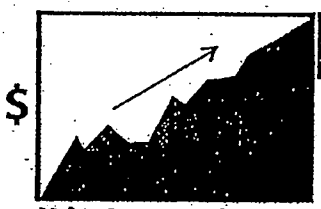

VI A

UNIQUE ASPECTS

POLICY REQUIREMENTS

- Policy must be at least two years old and only non-contestable life insurance policies are considered
- Life Insurance Carrier must be rated A+ or better
- Minimum face value of $1,000,000 -- NO MAXIMUM
- All types of policies qualify, including term, whole life, universal life, joint survivorship, group, corporate owned policies (COL), key man, and life policies held in irrevocable life insurance trusts
- Policy Owner may be the insured, a company, a family member, a charity or any other entity with an insurable interest in the life of the insured

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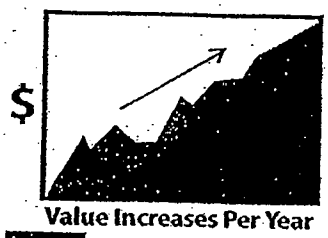

VI B

UNIQUE ASPECTS

BONDING STRATEGY

The bond insurers provide financial guarantee bonds to investors who purchased secondary market life insurance policies. These "Life Expectancy Guarantee Bonds" are structured to assist and protect the investor's investment while focusing on maintaining and preserving the investors return on investment (ROI).

Further, the addition of a "Life Expectancy Guarantee Bond" converts the investment from an unknown into a certain maturity date. This innovation allows the investment to become far more controlled and eliminates cash flow volatility. Institutional lenders see the "Life Expectancy Guarantee Bond" as an additional collateral enhancement to portfolios presented as well as the mitigation of the ability for repayment.

Investors worldwide have developed a keen acceptance to purchasing life policies as a newly fashioned investment tool for garnishing higher yield returns with heightened tax liberties with little, if no, risk.

Many investors have found that utilizing a portfolio of such investments in conjunction with a "Life Expectancy Guarantee Bond" has provided additional collateral enhancements and other financing opportunities to benefit corporate projects, purchasing power as well as personal investment profits. It has recently been determined that such portfolios which are made up of life policies provided by "A" rated or better insurance companies which carry the same rating as any such rated investment paper, thus meeting the requirements set forth by many institutional lending board provisions.

Investors are now utilizing these portfolios to help garner expansion, construction and development loans. Institutions are purchasing portfolios to improve their borrowing levels with other lending institutions.

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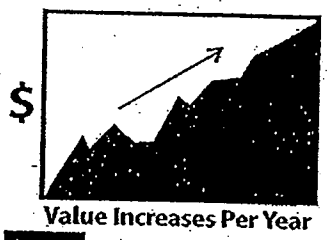

VI B

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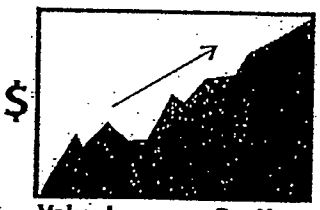

Value Increases Per Year

UNIQUE ASPECTS

BONDING STRATEGY (cont.)

Life policies are purchased directly from policy owners by licensed "life settlement companies". Policies purchased are from either seniors or ailing individuals who for one reason or another have decided that it is in their best interest to sell their life policy for immediate cash. The "life settlement company" then either includes as a package a "Life Expectancy Guarantee Bond" when selling "life settlement" to the investors or has the investor contract directly with a bond insurer.

Such life policies are underwritten by life expectancy underwriting companies who have specific credentials to review medical records and determine by actuary analysis the estimated life expectancy of the policy owner.

Once the life policy has been purchased the investor becomes the new beneficiary of the life policy, some investors are satisfied with the medical underwriting and choose not to purchase a "Life Expectancy Guarantee Bond" to protect the average return on their investment (ROI). However, most bond insurers have found that the savvy investors, who enjoy short term high yield returns choose to purchase a "Life Expectancy Guarantee Bond" to guarantee the rate of return (ROI) should the original policy holder live beyond the medical underwriting estimate.

In summary, choosing to purchase a "Life Expectancy Guarantee Bond" provides the investor the comfort of knowing their return in advance and as such it has become a strong marketable financing tool and or additional investment to their personal portfolios.

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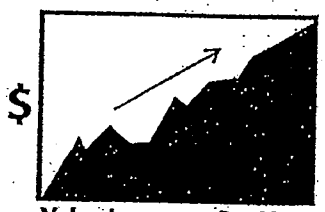

UNIQUE ASPECTS

BONDING STRATEGY (cont.)

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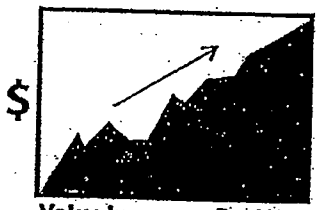

VI C

UNIQUE ASPECTS

TAXATION

The portion of the settlement proceeds that is equal to the policy owner's cost basis in the contract is considered to be a return of cost basis and is generally not taxed as income. Generally, the cost basis of a life insurance contract is equal to the premiums paid less any dividends or other distributions received which were not previously included in a gross taxable income.

Condition A. Paid by the life insurance company prior to the term.

The portion of the settlement proceeds that exceed the policy owner's cost basis in the contract, but is less than or equal to the cash surrender value of the policy is paid tax-free from the life insurance company (paid in the first 6 years it is reported to the IRS. In this case, the investor is a beneficiary of the policy.

Condition B. Paid by the bonding company

The portion of the settlement proceeds that exceed the cash surrender value, or the income tax basis of the contract at the federal level, whichever is greater, is generally taxed as capital gain.

Anxiety-Free Retirement Specialists, Inc. is not a tax / legal advisor, nor can it provide such advice at any time. Please consult your tax / legal professional for more information concerning the potential tax implications of a Bonded Life Settlement arrangement.

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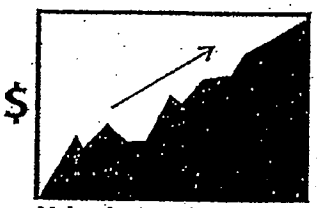

VI D

UNIQUE ASPECTS

SERVICES PERFORMED

- Prepared Premium Fund
- Bond Fee
- Medical Evaluation Fees
- Legal Fees
- Tracking Fees
- Expenses & Commissions
- Escrow company handles title transfer
- Escrow handles all distribution
- Buyer paid directly by Insurance Co.
- Company phones seller every month
- Quarterly or Annual Statements
- Assistance provided, if insured (seller) lives per contract period, bonding company will cash out buyer
- Regulated by State of California (Dept of Insurance and Dept of Corporations. Requires consumer disclosure and investor suitability (SB 1837, 1/8/01)
- Assistance in establishing self-directed retirement plan and transfer of qualified funds

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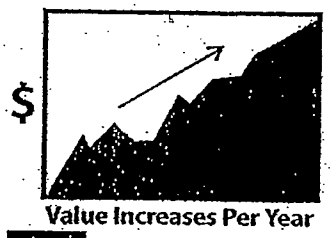

VI D

UNIQUE ASPECTS

SERVICES PERFORMED Cont.

- Personal service
- Customer service
- Client services
- Retirement services
- Consulting services
- Regulatory reporting
- Administration & record keeping services

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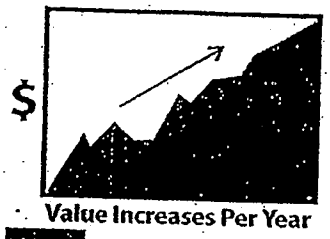

VI E

UNIQUE ASPECTS

COMPLIANCE

- IRS Code 4975 (e) (2)
- IRS Code Section 408 (a) Section 3 (4) of ERISA
- State (CA) SB1837 California Investor Suitability Standards-Corporate Code Section (q), part (1), (a)-(e)
- NAIC Model Acts & Regulations
- Prudent Investor Rule 227 (a), "which provides that the standard of prudent investing requires the exercise of reasonable care, skill and caution, and is to be applied to investments not in isolation but in the context of the trust portfolio and as part of an overall investment strategy which incorporate risk and return objectives suitable to the Trust."
- The Annuity Exclusion Ratio: IRS Code Section 72-b-1, Reg. 1.72-2-B, Reg. 1.72-4-A
- U.S. Supreme court Ruling (Grigsby vs. Russell)
- California Insurance Commissioner 1-800-927-4357
- California Insurance Commissioner Legal Department 1-415-538-4120
- Department of the Treasury (IRS) 1-202-283-9602
- Department of the corporation (CA) 1-866-275-2677
- Department of the Sec. Of State (CA) 1-916-653-7244
- Securities Exchange Commission -800-SEC-0330

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VII A

DISCLOSURES/PROTECTION

LIFE SETTLEMENT DISCOLSURE

- Bonded Life Settlements are considered illiquid, generally (6 years)
- The buyer will not receive a distribution (I.e. dividends or Interest) until maturity
- Bonded Life Settlements are not considered securities and are not traded on the NYSE or regulated by the SEC
- The viability of the insurance company. Only A-rated policies are purchased
- The viability of the bonding company. Over 14 years in business, international in scope, 48 countries, highest DB rating (5AS)
- Funds are placed in an escrow account at First
- It is not intended for a person who does not have sufficient cash or other liquid assets for living expenses and unexpected emergencies, such as medical expenses.
- If it should be necessary to request an early withdrawal prior to maturity date, the company in a timely manner (30-90 days) will assist on a best efforts basis to sell the Bonded Life Settlement in the secondary market which may or may not result with less than the starting principal.

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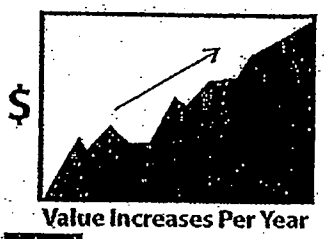

VII B

DISCLOSURES/PROTECTION

CODE OF ETHICS

- *ANXIETY-FREE RETIREMENT SPECIALISTS, INC.* will conform to all applicable Federal and State Regulations governing the procurement and origination of the bonded life insurance settlements.

- *ANXIETY-FREE RETIREMENT SPECIALISTS, INC.* vows to adhere to and uphold the Code of Ethics and Standard Business Practices set forth by The Bonded Life Settlement industry.

- *ANXIETY-FREE RETIREMENT SPECIALISTS, INC.* pledges to perform, with the utmost integrity, our fiduciary duties for our clients, be they policy owners, insured or intermediaries and to always retain the services of independent escrow agents. The company will exercise caution in the application of its business practices to identify, avoid and denounce questionable or suspect activities.

- *ANXIETY-FREE RETIREMENT SPECIALISTS, INC.* promises to treat each and every client with the utmost in fairness, dignity and respect. We do not and will not perform such acts as follows, nor will we condone such acts on the part of others:
  - Unfair and deceptive acts
  - "High-pressure" or overly aggressive sales tactics

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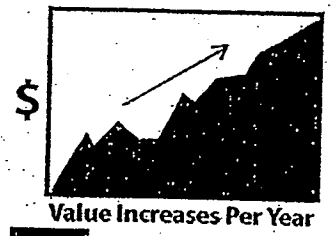

VII B.

DISCLOSURES/PROTECTION

CODE OF ETHICS (cont.)

- *ANXIETY-FREE RETIREMENT SPECIALISTS, INC.* Encourages clients in the fields of finance, taxation, and law as they relate to the bonded life settlement policy.

- *No transaction will be processed or completed unless and until ANXIETY-FREE RETIREMENT SPECIALISTS, INC.* Receives written authorization to do so from the client.

- *ANXIETY-FREE RETIREMENT SPECIALISTS, INC.* will use marketing material and other forms of explanation and communication with the public which are both truthful and accurate at the time of their presentation and which comply in every respect with all applicable regulations pertaining to such materials regardless of the medium through which they are designed, produced or distributed.

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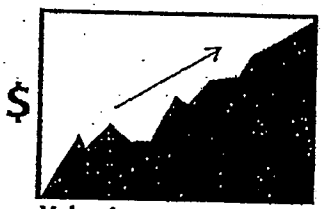

VII C

DISCLOSURES/PROTECTION

FRAUD PREVENTION

Fraud on the part of any party to any transaction in any form is strictly prohibited. Underwriting and closing procedures are structured to identify all types of discrepancies, errors and potential conflicts in the documentation thereby preventing the completion of cases which are questionable let alone fraudulent. Encouragement is made to assist in an effort to expose fraud in all it's forms. Among the items are (to list just a few):

- Inconsistencies in the original application for the life insurance and the application for life insurance settlement.
- Conflicting information in the original application for life insurance as compared to the information contained in the insured's medical records.
- Misrepresentation of material facts in the original application for life insurance or application for life insurance settlement.
- Policies for which the contestability period has only recently expired (should be examined closely for inconsistencies).
- Policies issued without the insured having been subjected to medical underwriting "guaranteed issue policies" (should be examined closely for inconsistencies)

ANXIETY-FREE RETIREMENT SPECIALISTS, INC. Is not a tax / legal advisor or can it provide such advice at any time. Please consult your tax / legal professional for more information concerning the potential tax implications of a Bonded Life Settlement arrangement.

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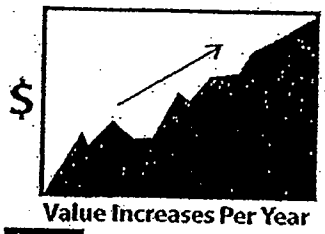

VII D

DISCLOSURES/PROTECTION

INCREASING FOCUS ON FIDUCIARY DUTIES

In 2003, 41 states adopted the Uniform on Prudent Investor Act which defines fiduciary duty and how it applies.

Life insurance policies are receiving more intense security.

Life insurance was once an asset that was considered of no liquid value, but is now considered as part of the client portfolio.

A system to evaluate policies has evolved along with the increased requirement of insurance review and assessment

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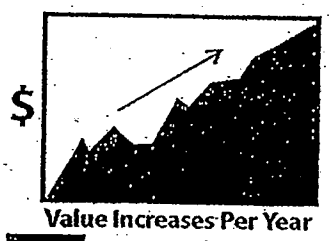

VII E

DISCLOSURES/PROTECTION

INCREASED REGULATION

The National Association of Insurance Commissioners (NASIC) and the National Conference of Insurance Regulators (NCOIR) have developed model acts pertaining to life settlement.

36 states have adopted some form of regulation to ensure the consumers right to sell a policy. In the secondary insurance market and be protected when doing so.

State governments have aided the markets by defining business practices, standards and licensing which give insurance policy holders confidence and protects all involved.

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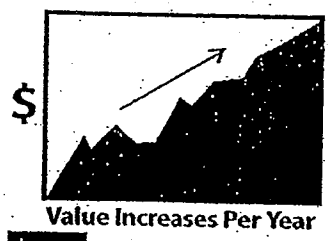

VIII

BONDED LIFE SETTLEMENTS

FREQUENTLY ASKED QUESTIONS

1. **WHAT IS A LIFE SETTLEMENT?**
   This is a secondary market life policy generally purchased from either ailing or terminally ill policy holders. This market saw it's heyday in the rise of the AIDS victims. Cancer, AIDS and many other terminal diseases

2. **WHAT IS A VATICAL**
   This is a secondary market life policy generally purchased from either ailing or terminally ill policy holders. This market saw its heyday in the rise of the AIDS victims. Cancer, AIDS and many other terminal diseased can wreck havoc to personal cash levels. Selling the life policy helps relieve the financial pressures while providing for much needed immediate medical care.

3. **WHY WOULD AN INVESTOR PURCHASE A LIFE POLICY?**
   Simply put....to make money! Many types of paper investments are purchased by investor's everyday. This just happens to be one option which has interesting tax liberties, higher returns, little or no risk and where the Investor, when purchasing a customized "Life Expectancy Guarantee Bond" from PCI has the ability to control one's own destiny. Such investment is not controlled by the highs and lows of the world financial markets, political unrest or our newest threat; terrorism..

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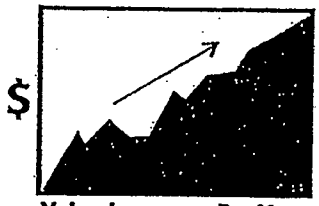

BONDED LIFE SETTLEMENTS

FREQUENTLY ASKED QUESTIONS (cont.)

4. WHY WOULD SOMEONE WANT TO SELL HIS OR HER LIFE POLICY?

A. Policy holder is tired of his or her life policy?
B. Policy holder would like to personally distribute funds prior to passing on.
C. Policy holders would like to invest funds.
D. Current policy has not met present values.
E. Poorly performing benefit plan.
F. The immediate need for cash.
G. Medical payments for a deliberating disease and costly treatments.
H. Key person policy not required or needed any longer.
I. Charity has issued or purchased a policy for a board member and both parties would like to cash out with income to charity.
J. Business changes.
K. Insured possesses multiple policies.

5. WHAT TYPE OF COVERAGE DOES PCI UNDERWRITE AND ACCEPT?

MPM prides itself on customizing each "Life Expectancy Guarantee Bond" to fit the needs of each client. By doing so the client has choices determining the outcome of his/her investment. Generally the guarantee will provide the investor the assurance of a predetermined payout, regardless of the underwriting actuary analysis. An extra year or more past intended investment along with premium maintenance and management can quickly dilute the high yield once envisioned when purchasing the Life Settlement or Viatical. Such additional coverage is minimal and normally is added into the original investment thus the investor has a fully disclosed ROI guaranteed prior to the purchase.

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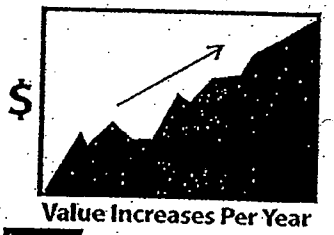

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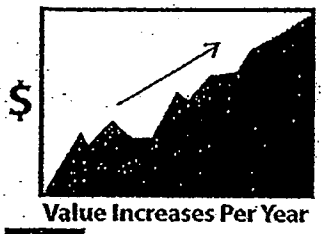

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EXHIBIT F

Frequently Asked Questions
About Bonded Life Settlements

QUESTION 1. WHAT IS A LIFE SETTLEMENT?

ANSWER. This is a secondary market life policy generally purchased from seniors or policy holders whom for one reason or another have discovered the cash surrender value, and loan opportunities currently offered by the life policy are not sufficient to satisfy their personal needs. Consequently the Life Settlement Company usually offers a much higher price to the policy owner to sell their policy.

QUESTION 2. WHAT IS A VIATICAL

ANSWER. This is a secondary market life policy generally purchased from either ailing or terminally ill policy holders. This market saw its heyday in the rise of the AIDS victims. Cancer, AIDS and many other terminal diseases that can wreck havoc to personal cash levels. Selling the life policy helps relieve the financial pressures while providing for much needed immediate medical care.

QUESTION 3. WHY WOULD AN INVESTOR PURCHASE A LIFE POLICY?

ANSWER. Simply put....to make money! Many types of paper investments are purchased by investor's everyday. This just happens to be one option which has interesting tax liberties, higher returns, little or no risk and where the Investor, when purchasing a customized "Life Expectancy Guarantee Bond" from the bonding company has the ability to control one's own destiny. Such investment is not controlled by the highs and lows of the world financial markets, political unrest or our newest threat; terrorism..

QUESTION 4. WHY WOULD SOMEONE WANT TO SELL HIS OR HER LIFE POLICY?

ANSWER.

- Policy holder is tired of his or her life policy?
- Policy holder would like to personally distribute funds prior to passing on.
- Policy holders would like to invest funds.
- Current policy has not met present values.
- Poorly performing benefit plan.
- The immediate need for cash.
- Medical payments for a deliberating disease and costly treatments.
- Key person policy not required or needed any longer.

Frequently Asked Questions
About Bonded Life Settlements

- Charity has issued or purchased a policy for a board member and both parties would like to cash out with income to charity.
- Business changes.
- Insured possesses multiple policies

QUESTION 5. WHAT TYPE OF COVERAGE DOES THE BONDING COMPANY UNDERWRITE AND ACCEPT?

ANSWER

The bonding company guarantees to buy the policy from the investor and pay the investor the expected yield that is in the contract. This **will be paid within 90 days.**

QUESTION 6. How is my money protected until I receive a Closing Package?

ANSWER.

When Qualified funds are utilized for the purchase there is an escrow. Currently there is no escrow for non-qualified money but shortly there will be an escrow for it

QUESTION 7. Since the bonding company is in Brunei, if it does not fulfill its obligations, is there is not legal recourse?

ANSWER. Brunei is a very credible company and have good financials to prove it. A reinsurance company, ALBA, Underwriting is behind BALGI. ALBA is a division in Lloyd's of London. The purpose of the reinsurance company is to protect the investor regarding the bond. Labuan Re is directly connected with Lloyd's of London in a profit sharing/loss agreement. This means that in the off case BALGI as a bonding company does not honor their obligation to the investor that ALBA of Lloyd's of London will.

QUESTION 8. How how I can be sure that the policy premiums are going to be paid by the broker?

Frequently Asked Questions
About Bonded Life Settlements

ANSWER. In the 18th part of the contract it states that the broker will have collected enough money to support the term of the investment plus an extra year so the bonding company has time to pay-out.

QUESTION 9. *What evidence does the investor have that he will not be required to pay the premiums?*

ANSWER. As a side note your policy has a zero elimination bond which means they have a grand total of 90 days to pay-out on their bonds before the reinsurance company gets involved. Purchasing one full year in extra premiums allows more then enough time for either company to honor your bond.

QUESTION 10. **What happens if within the next 6 years the government makes changes in regulations for this type of investment?**

ANSWER. If or when the government does decide to make changes to the regulations on bonded life settlements, your investment will have already purchased you rights on the insurance policy and it will have purchased you a living bond in which all companies including the insurance company are held liable.

QUESTION 11. **Will investors receive the same return should the insured live longer than the term?**

ANSWER. Yes, the yield is the same any time, i.e. 1 year, 2 years, etc. At the end of the term, he investor is paid by the bonding company.

QUESTION 12. ***WHAT IS THE WORST CASE THAT COULD HAPPEN?***

ANSWER. The person lives beyond their life expectancy and for some reason the bonding company does not pay off. The re-insurance company does not pay off either. In this case the investor has to wait until the insured dies. He is always guaranteed by the insurance company to be paid his investment and profit. (see question 13)

Frequently Asked Questions
About Bonded Life Settlements

Definitions

Actuary analysis	
Underwrite	

Question 13 What is the purpose of a master agreement?

ANSWER: The master agreement serves like a general agreement, like an agreement to a club. It does not obligate you to anything other than you understand the instrument that you are purchasing and it is general enough to cover several products, of which one is the Bonded Life Settlement. You sign this document once.

QUESTION 14 What is the purpose of an addendum?

ANSWER The addendum is a specific document for every purchase of a bonded life settlement. It includes all the specific information regarding the purchase and the basic questions you were asking me about, The information is transferred from the Disclosure.

QUESTION 15 When do I get to see the bond and know that a bond is actually in place?

ANSWER In regards to the bond, at the time of purchase, the bond has not been created, but attached is a sample bond. The disclosure verifies that there will be a bond.

QUESTION What is the purpose of the Closing Package and what does it contain?

ANSWER The Closing Package verifies that you have owner ship of upir fractional share of the face value of the policy.

You will receive a Closing Package which includes a copy of the policy, a letter from the insurance company validating you are a fractional owner and beneficiary of the policy, a copy of the bond and copy of all the signed papers.

Frequently Asked Questions
About Bonded Life Settlements