

# COMPLETE SUCCESSION RISK ANALYSIS WORKSHEET

Apportionment of Premiums

Insurance Company Pays Total Sum Insured to Trustee (Policy Owner) →						Trustee Pays↓
	PURPOSE	AMOUNT OF EACH COMPONENT			NOTES	RECIPIENTS
		Year 1	Year 3	Year 5		
<b>ASSETS +</b>	<b>Pre-agreed Sale Price of Equity</b>	<b>\$400,000</b>	<b>\$500,000</b>	<b>\$700,000</b>	<ul style="list-style-type: none"> <li>All Owners pay Proportionate share of total of all Lives Insured's Sale Price Premiums</li> </ul>	<b>Vendors</b>
	<b>CGT on Pre-agreed Sale Price</b>	\$100,000	\$125,000	\$175,000	<ul style="list-style-type: none"> <li>Life Insured's Owners pay Proportionate share of own Life Insured's Premium</li> </ul>	<b>Vendors</b>
	<b>Stamp Duty, Legal &amp; Accounting Fees</b>	\$32,000	\$37,000	\$55,000	<ul style="list-style-type: none"> <li>Business</li> <li>Non-Deductible</li> </ul>	<b>Business</b>
<b>LIABILITIES +</b>	<b>Bank Debt, Lease &amp; Other Liabilities</b>	<b>\$200,000</b>	<b>\$100,000</b>	<b>Nil</b>	<ul style="list-style-type: none"> <li>Business</li> <li>Non-Deductible</li> </ul>	<b>Creditor</b>
	<b>Loan Account</b>	\$100,000	\$100,000	\$100,000	<ul style="list-style-type: none"> <li>Business</li> <li>Non-Deductible</li> </ul>	<b>Creditor</b>
	<b>Key Person (Income)</b>	\$100,000	\$100,000	\$100,000	<ul style="list-style-type: none"> <li>Business</li> <li>Deductible</li> </ul>	<b>Business</b>
	<b>Key Person (Capital)</b>	\$167,000	\$167,000	\$167,000	<ul style="list-style-type: none"> <li>Business</li> <li>Non-Deductible</li> </ul>	<b>Continuing Proprietors</b>
<b>PERSONAL =</b>	<b>Personal Loans (Home Loan, Equity Loan, Other Liabilities)</b>	\$101,000	\$91,000	\$81,000	<ul style="list-style-type: none"> <li>Life Insured pays own premium</li> </ul>	<b>Insured Person (Debts)</b>
	<b>Living Expenses (See Personal Needs Analysis Worksheet)</b>	<b>\$600,000</b>	<b>\$580,000</b>	<b>\$422,000</b>	<ul style="list-style-type: none"> <li>Life Insured pays own premium</li> </ul>	<b>Insured Person (Living Expenses)</b>
	<b>Future Sale Price Provision</b>	N/A	N/A	N/A	<ul style="list-style-type: none"> <li>Life Insured pays own premium</li> </ul>	<b>Insured Person</b>
	<b>Self-Managed Super Fund Needs</b>	NIL	N/A	N/A	<ul style="list-style-type: none"> <li>Super Fund pays own premium</li> </ul>	<b>Self-Managed Super Fund</b>
<b>TOTAL</b>		<b>\$1,800,000</b>	<b>\$1,800,000</b>	<b>\$1,800,000</b>	<ul style="list-style-type: none"> <li>Determined line by line as above</li> </ul>	