

Annuity Settlement Option



With BMO Guaranteed Investment Funds (GIF), the Annuity Settlement Option gives you the option to distribute the value of the Death Benefit in several ways and can provide you with:

1. A choice between distributing funds to your beneficiaries either through:
 - A lump-sum or
 - Periodic instalments or
 - A combination of the two above
2. Flexibility for beneficiaries who:
 - Are part of a blended family and have stepchildren
 - Have impulsive spending habits
 - Are dependents who may not be able to manage money well
 - Are financially dependent
3. Comfort knowing that their estate will be distributed according to their wishes

Case Study:

Harvey is a married medical professional who has \$300,000 invested in a non-registered BMO GIF. He would like to leave this amount to his children, Bob and Betty.

Betty is a high income earner and financially stable. However, Bob has struggled to hold a steady job and doesn't have good spending habits.

Using the Annuity Settlement Option, Harvey has a simple and flexible way to discretely split the distribution of these funds.

| Beneficiary | Amount |
|-------------|--|
| Betty | \$50,000 lump sum |
| Bob | \$50,000 lump sum plus \$200,000 paid out over 10 years through a term certain annuity |

Working with his advisor, Harvey completes an Annuity Settlement Option form (838E) for his BMO GIF. By doing so, he can rest assured that his wishes will be carried out discretely – at no extra cost. Down the road, if he wants, Harvey can make changes to the Annuity Settlement Option by submitting any changes using the same form.

Let's connect

-  BMO Life Assurance Company, 60 Yonge Street, Toronto, ON M5E 1H5
-  bmoinsurance.com/advisor/GIF
-  1-855-639-3867



We're here to help.™

Any amount that is allocated to a segregated fund is invested at the risk of the policyowner and may increase or decrease in value. BMO Life Assurance Company is the sole issuer and guarantor of the BMO GIF individual variable insurance contract. This document provides general information. Please consult the Policy Provisions and Information Folder for details of BMO GIF.

™/© Trademark/registered trademark of Bank of Montreal, used under licence.