



Canada Life™

GUARANTEES
PRODUCTS
ASSETS
OPPORTUNITIES
GROWTH
CAPITAL
PROTECTION
INCOME
BENEFIT
SOLUTIONS
OPTIONS
STABILITY

PLAN TODAY.

PROVIDE
TOMORROW.

Corporate estate transfer with cash withdrawal

A tax-advantaged strategy for
withdrawing cash from your
company and transferring assets
to your estate.

An alternative strategy using tax-advantaged life insurance

Business is good. Your corporation has a solid track record and generates more cash than you need day-to-day. Is your current corporate investment strategy optimizing your net worth? Consider redirecting some of your company's excess cash flow to a corporately-owned, participating life insurance policy.

Participating life insurance provides immediate estate value, plus additional tax advantages, including:

- Growth inside the policy, within prescribed limits, is not subject to income tax.
- The policy's death benefit is paid tax-free to the company, as the named beneficiary.
- Company can distribute proceeds of death benefit tax-free through capital dividend account to shareholders, including the estate.

Access the policy's cash value during your lifetime

You may be looking for additional income at some point in the future. For example, a stream of funds to help supplement income in retirement.

If this is the case, the company can surrender some of the policy's death benefit and withdraw some of the accumulated cash value. The cash value is subject to income tax when it's withdrawn.

Permanent life insurance provides a benefit during your lifetime and later for your estate.

For more information on how participating life insurance works, speak with your advisor.



Canada Life™



Preserve more of your company's assets for your retirement and estate





Helping people achieve more™

In Quebec, advisor refers to a financial security advisor for individual insurance and segregated fund policies; and to an advisor in group insurance/annuity plans for group products.

The information provided is based on current tax legislation and interpretations for Canadian residents and is accurate to the best of our knowledge as of the date of publication. Future changes to tax legislation and interpretations may affect this information. This information is general in nature, and is not intended to be legal or tax advice. For specific situations, you should consult the appropriate legal, accounting or tax advisor.