



STRUCTURING YOUR FUTURE

Tax-Free, Guaranteed Payments



Structured Settlements
Personal Physical-Injury Annuities

WHY PACIFIC LIFE

For more than 150 years, Pacific Life has helped millions of individuals and families with their financial needs through a wide range of life insurance products, annuities, and mutual funds. We also offer a variety of investment products and services to individuals, businesses, and pension plans. Whether your goal is to protect loved ones or grow your assets for retirement, Pacific Life offers innovative products and services that provide value and financial security for current and future generations. Pacific Life counts more than half of the 100 largest U.S. companies as its clients¹ and has been named one of the 2019 World's Most Ethical Companies[®] by the Ethisphere Institute.

- Pacific Life Insurance Company is organized under a mutual holding company structure and operates for the benefit of its policyholders and contract owners.
- We have achieved ongoing recognition² for high-quality service standards
- We offer strategies that help you manage risks during any market environment.
- We maintain strong financial-strength ratings from major independent rating agencies.

Ratings may change. For more information and current financial-strength ratings, please visit our website.



¹Client count as of June 2018 is compiled by Pacific Life using the 2018 FORTUNE 500[®] list.

²Recipient of multiple DALBAR Service Awards since 1997. Refer to DALBAR.com for more information regarding awards, certifications, and rankings.

Insurance products are issued by Pacific Life Insurance Company in all states except New York and in New York by Pacific Life & Annuity Company. Product availability and features may vary by state.

PLANNING FOR YOUR FINANCIAL FUTURE

Pacific Life can help you make the most of your settlement by converting it into a steady, reliable stream of payments that is:

- Free from federal and state income tax.¹
- Guaranteed to be stable; your payments will not decrease, regardless of market or economic conditions.
- Guaranteed to last for a time period you choose—including the option of payments that will last your entire life, no matter how long you live.

All guarantees are subject to the claims-paying ability and financial strength of the issuing insurance company.

It's Time to Think of Tomorrow

The decision about the way to receive a personal-physical injury settlement often comes with many options. While it may be tempting to take an immediate, lump-sum payment and invest the settlement yourself, there are tax consequences and income needs to be considered.

A structured settlement from Pacific Life is an alternative that can offer an income-tax-free stream of payment that are guaranteed and steady.

An Income-Tax-Free Series of Payments

A qualifying structured settlement of damages received for a personal physical injury provides you with an ongoing stream of payments that is free from federal and state income tax. Because the payment is not taxed, payments from a structured settlement may be higher than if you invest your settlement money in a taxable account.

Guaranteed, Steady Stream of Payments

Structured settlements are calculated to provide a stream of payments based on a portion of the settlement amount, the current rate of return, and the payment schedule chosen. So no matter how volatile the financial markets may be, you'll be able to plan for your needs based on a predictable, long-term stream of payments.

If you have the flexibility to design a payment schedule as part of your personal physical-injury settlement, including payments guaranteed to last your entire life, consider the following facts:

- A Pacific Life structured settlement provides payments that last as long as you need to replace lost earnings, pay for ongoing medical expenses, or provide for a loved one.
- You may defer payments for specified time frames to pay for future needs such as college education.
- A structured settlement annuity allows you to set aside lump-sum payments for large purchases such as remodeling your home or buying a car.

¹Excludable from gross income under Internal Revenue Code (IRC) Section 104(a)(1) or (2).

A STEADY STREAM OF PAYMENTS

With a Pacific Life structured settlement, you can elect a stream of payments that fits your personal financial situation.

Choose a Payout Schedule

Lifetime

Guaranteed payments that will last your entire life.

Joint Life

Guaranteed payments that will last for your life and the life of your spouse.

Period Certain

Guaranteed payments to you (or your beneficiary) for a specified payment and period of time (example: 5, 10, or 30 years).

Lump sums

Guaranteed payments for specific amounts on specific dates.

Customize Your Plan to Fit Your Needs

- **Start when the time is right:** You can elect to receive payments now or at a later date.
- **Protect loved ones:** For Lifetime and Joint Life benefits, you can add a guaranteed period that will provide your beneficiary with payments should you die prematurely.
- **Plan for inflation:** A stream of payments can be established that includes an annually increasing benefit

For Your Information

Elect a Lump-Sum Payment to a Beneficiary Instead of Ongoing Payments

At the time of settlement, a commutation rider—at no up-front cost—may be elected. It will provide a single, lump-sum payment to your beneficiary upon your death in place of future periodic payments. (Does not apply to lifetime plans for individuals.)

Eligibility for a Tax-Free Structured Settlement

To comply with the Internal Revenue Code,¹ among other things, you must not have constructive receipt of the money prior to funding the structured settlement or receive an impermissible economic benefit.

The Use of Medical Records

Medical records may be reviewed, and you may receive a potential increase in benefits for payout schedules that have a lifetime guarantee. The age rating, established by a review of your medical records, may provide a higher payment.

Our Privacy Promise

We are devoted to protecting your privacy as a Pacific Life customer.

- We do not sell information about you.
- We do not share your personal information with anyone else for marketing purposes.
- We use your personal information only to help maintain the business relationship you have with us.

At all times, we maintain physical, electronic, and procedural safeguards to protect your confidentiality. Access to your personal information is available only to those people who help service Pacific Life's relationship with you. Should that relationship end, we will continue to keep your information private. If we no longer have reason to retain your personal information, we will dispose of it in a secure manner.

The Pacific Life Company Structure

Pacific Life's structure is relatively unique among insurance companies. We are organized under a mutual holding company with our policyholders as members. We have no publicly traded stock; we are an independent company that remains focused on long-term strategies, our financial strength, and on making decisions that benefit our policyholders and clients. This long-term commitment, combined with Pacific Life's disciplined investment philosophy, enables us to deliver products and services that help protect the financial future of our customers.

The Companies Behind Our Structured Settlements

By choosing a structured settlement, you'll have tax-free, guaranteed payments to help achieve your financial goals. Pacific Life's structured settlements are managed by experienced professionals, encompassing the following companies within the Pacific Life family of businesses:

- Pacific Life issues the annuity and administers the payments.
- Pacific Life & Annuity Services (PLASI) is the assignment company for qualified structured settlements.

¹IRC Section 104(a)(1) or (2).

For more information, consult with your structured settlement consultant.

Or, call us toll-free at (877) 784-0622, option 1.

PacificLifeStructures.com

Pacific Life, its affiliates, its distributors, and respective representatives do not provide tax, accounting, or legal advice. Any taxpayer should seek advice based on the taxpayer's particular circumstances from an independent tax advisor or attorney.

Pacific Life & Annuity Company will issue annuity policies if ANY of the following occur inside the state of New York: solicitation, sales, negotiation of settlement, court/legal action, or claimant/payee residence.

Pacific Life refers to Pacific Life Insurance Company and its affiliates, including Pacific Life & Annuity Company. Insurance products are issued by Pacific Life Insurance Company (Newport Beach, CA) in all states except New York and in New York by Pacific Life & Annuity Company. Product availability and features may vary by state. Each insurance company is solely responsible for the financial obligations accruing under the products it issues.

SSCI377-0719



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