

Coming Soon: Update to Premium Finance Net Worth Guidelines

Effective July 10, 2023

As the premium financing marketplace evolves, Lincoln has adjusted its guidelines for net worth requirements. Premium financing offers high net worth individuals the opportunity to leverage life insurance for legacy and business planning, for those that don't want to liquidate assets tied up in a business or in other profitable investments.

Effective July 10, 2023, to be eligible for commercial premium financing, clients must:

- Be between the ages of 30 – 70
- Have a minimum net worth of \$5 million
- Earn an annual income of at least \$250,000 per year

For premium financing cases, annual income or liquid net worth must support the minimum annualized premium; generally, the minimum premium should not exceed 40% of annual income.

The \$5 million minimum net worth requirement will apply to formal applications submitted after July 10, 2023.

For additional information, download the [Premium Finance Guidelines](#).

Not a deposit
Not FDIC-insured
Not insured by any federal government agency
Not guaranteed by any bank or savings association
May go down in value

©2023 Lincoln National Corporation

LincolnFinancial.com

Lincoln Financial Group is the marketing name for Lincoln National Corporation and its affiliates.

Affiliates are separately responsible for their own financial and contractual obligations.

LCN-5760690-062023
6/23

Lincoln Financial Group (LFG) does not recommend, endorse, sponsor, or otherwise offer Premium Financing. LFG does not have an agreement with any Premium Financing organization, is not a party to the loan agreement and does not receive any form of compensation from any financing arrangement. There are risks associated with commercial Premium Financing including but not limited to interest rate risk, additional collateral requirements, additional loan renewal requirements and risk the lender could become insolvent. In addition, if the policyowner fails to repay the loan based on the terms, the loan could default, and the insurance contract could lapse.

For financial professional use only. Not for use with the public.