REDEMPTION OF SECURITIES TO A NON-SECURITIES PRODUCT

(For KCD Customers AND Non-KCD Customers)

CUSTOMER NAME: ___________________________________ **ADDRESS**: ___________________________________

JOINT CUSTOMER: ___________________________________ ___________________________________

DATE OF BIRTH: _____________________________________ **PHONE**: ___________________________________

DETAILS OF SECURITY LIQUIDATION: Date of Liquidation: _________________________________

Security Liquidated:(Co.& Product) ___________________________ Amount: $____

Surrender Fees/Penalties: $_________________________________ Tax Consequences: _________________________________

Rep of Record at time of purchase: __________________________ Length of time Security was held: ______________________

Was liquidation recommended by registered rep? ___YES ___NO ___Chosen by customer after considering alternatives with rep

_____ You understand once you liquidate investments in variable life insurance or variable annuity contracts, the liquidated contract's death benefit cannot be reinstated.
_____ If liquidating a variable annuity, list all other annuities exchanges that occurred within the last 36 months:___________________

Customer has access to current security holdings and does not require KCD approval to access or liquidate funds. KCD provides this disclosure information to inform customers of any known consequences of the securities liquidation.

DETAILS OF NEW NON-SECURITY PURCHASE: Date of Purchase: __________________________________

Purchase: (Co.& Product) _________________________________ Amount: $ ____

Penalties for early surrender: _________________________________ New Surrender Period: ______________________________

Riders purchased and cost of each: ____

Percent of total assets involved in purchase: _____________

Was purchase recommended by registered rep? ___YES ___NO ___Chosen by customer after considering alternatives with rep

CUSTOMER ACKNOWLEDGEMENT: I am liquidating this security to purchase this non security product because: (Initial all that apply)

____ Guaranteed Safety of Principal
____ I have incurred losses in the security listed above of approx. $________________ and want protection against further loss.
____ If purchasing a fixed indexed annuity/equity indexed annuity/fixed annuity, I understand this is an **insurance** product and may not provide the same potential for upside growth that may be available in securities investments.
____ I understand the participation rates and cap rates involved with the annuity being purchased may vary.
____ I understand this is a long term investment and significant surrender charges/penalties may be incurred if I withdraw funds early.
____ I have purchased a bonus rider for this annuity in the amount of $______________ at an approx. cost of $___________________
____ I understand the following terms of the bonus: ____

Other details: ____

____ ____
Client Signature Date Joint Signature (if applicable) Date

REPRESENTATIVE STATEMENT: I am securities and insurance licensed in the customer's resident state of _________________

List other product choices discussed with the customer:____
List other security assets customer holds through KCD: ____
Other details: ____

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Representative Signature Rep No. Date

BROKER DEALER REVIEW OF SECURITIES LIQUIDATION: KCD Financial, Inc. does not sponsor or approve non securities transactions. The purpose of this document is to insure the customer has received the details of the securities product liquidation and the registered rep has disclosed details of the new non securities investment.

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Principal Review Date