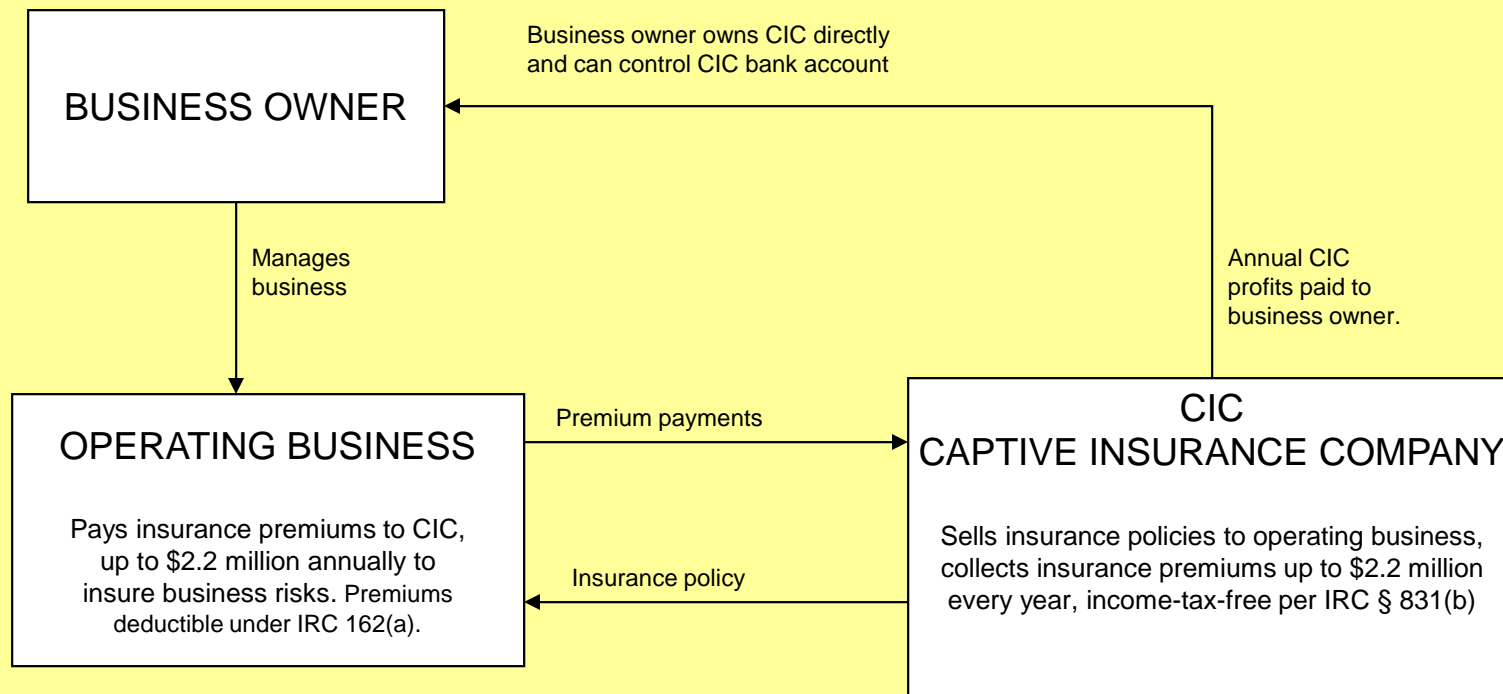


SIMPLE CAPTIVE INSURANCE COMPANY (CIC) STRUCTURE



Cost of turnkey CIC solution, including cost of insurance and claim payments: typically 12-18% of annual premiums (16-26% in first year). Thus, annual CIC **profits** can be 80-90% of annual premium payments. Also, when a CIC lowers owner's tax bracket beneath threshold level, owner's investment income taxes are lowered.