

06-402-CD
In Re: Michael S. Sensenich

In Re: Michael Sensenich
2006-402-CD

FILED

MAR 17 2006

m/11:30/w

William A. Shaw
Prothonotary

No. 2006-402-CD.

2. On or about September 16, 1985, Petitioner sustained injuries as a result of an accident. Thereafter, on June 17, 1997, Petitioner entered into a Release and Settlement Agreement with The Cincinnati Insurance Company. The Agreement provided for monthly payments of \$800.00 to Petitioner for life, guaranteed for a minimum period of thirty (30) years, commencing July 1, 1997. Additionally, the Agreement provided for three (3) lump sum payments, each in the amount of \$86,500.00, and due on April 5, 2002, April 5, 2007 and April

5, 2012. A true and correct copy of the Release and Settlement Agreement dated June 17, 1997, is attached as Exhibit "A." The Agreement further provides that "[a]ll monies set forth above constitute damages on account of personal injuries arising from an accident or occurrence, within the meaning of Section 104(a)(2) of the Internal Revenue Code of 1954 [sic], as amended."

3. The obligation to make the monthly periodic payments is held by The Cincinnati Insurance Company, the Structured "Settlement Obligor" as defined by 40 P.S. § 4002. The Cincinnati Insurance Company is located at 6200 South Gilmore Road, Fairfield, OH 45014-5141.

4. The Cincinnati Insurance Company funded the obligation by purchasing an annuity (Annuity Contract Number K2526639) from The Cincinnati Life Insurance Company, the "Annuity Issuer." Id. The Cincinnati Life Insurance Company is located at 6200 South Gilmore Road, Fairfield, OH 45014-5141. True and correct copies of the application for annuity and the confirmation of benefit schedule issued by The Cincinnati Life Insurance Company are attached collectively as Exhibit "B."

5. On January February 28, 2006, Petitioner executed a Structured Settlement Payment Right Purchase and Assignment Agreement (the "Purchase Agreement"), a true and correct copy is attached and incorporated herein as Exhibit "C." The Purchase Agreement provides for the assignment of Petitioner's right and interest in receiving one (1) lump sum payment of \$86,500.00 due on April 5, 2012 (the "Assigned Payment"), to Structured Asset Funding, LLC, and its assigns (the "Transferee"). Structured Asset Funding, LLC ("SAF") is a Florida Limited Liability Company with its principal place of business at 1250 East Hallandale Beach Blvd., Penthouse A, Hallandale, FL 33009.

6. The Petitioner shall retain all right and interest in receiving the remaining balance not assigned of: monthly payments of \$800.00 to Petitioner, guaranteed for a minimum period of thirty (30) years, commencing July 1, 1997 through and including June 1, 2027 and for life thereafter (the "non-assigned payments").

7. The Purchase Agreement was executed by the Transferee on March 8, 2006.

8. Additionally, as set forth in further detail in his Affidavit dated February 28, 2006, attached and incorporated herein as Exhibit "D," Petitioner avers that:

- a. He desires to sell the Assigned Payments to Structured Asset Funding, LLC.
- b. He is forty years old, married, and has no children. The transaction contemplated by the Purchase Agreement is in his best interest and the best interest of his family, it will improve the quality of their lives, and he has thoroughly considered all of the ramifications of the transaction.
- c. He is in need of the money to pay off outstanding debts and to make home improvements.

9. Petitioner has been provided, and has acknowledged receipt at least 10 days prior to receipt of the Purchase Agreement, of the "Transfer Disclosure" and an "Amended Transfer Disclosure" required by 40 P.S. § 4003 (a)(2) attached and incorporated as Exhibit "E." As set forth in greater detail in the Transfer Disclosure, and as modified by the Amended Transfer Disclosure, the following terms have been disclosed to the Petitioner:

- a. The amount and due date of the structured settlement payment to be transferred is: one (1) lump sum payment of Eighty-Six Thousand Five-Hundred and 00/100 Dollars (\$86,500.00), due and payable on April 5, 2012.
- b. The aggregate amount of the structured settlement payments to be transferred is \$86,500.00.
- c. The discounted present value of the payments transferred using the most recently published applicable federal rate for determining the value of an annuity is \$62,490.79.

- d. The federal discount rate used to determine the discounted present value is the effective annual rate of 5.40% as of 1/06.
- e. The gross amount payable to Petitioner in exchange of the transferred payments is \$44,500.00.
- f. The good faith itemized listing of all broker's commissions, service charges, legal fees, notary fees, costs etc. deductible from the gross amount otherwise payable to the Petitioner is: \$0.00.
- g. The net amount payable to Petitioner after deduction of the above commissions, legal fees, etc., is \$44,500.00 minus any advances made to Petitioner or on Petitioner's behalf for notary and fax fees and advances related to attorney fees, or any other advances made to Petitioner against the amount payable to Petitioner.
- h. The quotient is 71.21%.
- i. The amount of penalty and aggregate amount of any liquidated damages inclusive of penalties payable by the Petitioner in the event of any breach of the Purchase Agreement by the Petitioner is: \$0.00.

10. Petitioner has been provided, and has acknowledged receipt prior to entering into the Purchase Agreement, of the written "Important Notice" in bold print 12-point type required by 40 P.S. § 4003 (b). A true and correct copy of Petitioner's acknowledgement of the receipt of the § 4003 (b) notice is attached as Exhibit "F."

11. Petitioner has acknowledged that he expressly waives independent legal advice regarding the implications of the transfer, including tax ramifications of the transfer, as set forth in the acknowledgement attached as Exhibit "G."

12. On January 24, 2002, "The Victims of Terrorism Tax Relief Act," PL 107-134, 115 Stat. 2427, was enacted, which in part, amends the Internal Revenue Code of 1986. The Act amends 26 U.S.C.A. § 5891 and now provides for favorable tax treatment of "structured settlement payment factoring transactions" that are approved in advance by a qualified court order approving the transaction. 26 U.S.C.A. § 5891 (b)(1). A "structured settlement payment

factoring transaction” is defined as “a transfer of structured settlement payment rights (including portions of structured settlement payments) made for consideration by means of sale, assignment, pledge, or other form of encumbrance or alienation for consideration.” 26 U.S.C.A. § 5891 (c)(3)(A) (parentheses in original). A “structured settlement” is defined as an arrangement established by “agreement for the periodic payment of damages excludable from the gross income of the recipient under [Internal Revenue Code] section 104 (a)(2)...” and under which the periodic payments are “of the character described in subparagraphs (A) and (B) of section 130(c)(2).” A true and correct copy of 26 U.S.C.A. § 5891 is attached hereto as Exhibit “H.”

13. 26 U.S.C.A. § 5891 (d)(1) was also added by the Act and provides:

[I]f the applicable requirements of sections 72, 104(a)(1), 104(a)(2), 130, and 461(h) were satisfied at the time the structured settlement involving structured settlement payment rights was entered into, ***the subsequent occurrence of a structured settlement factoring transaction shall not affect the application of the provisions of such sections to the parties to the structured settlement*** (including an assignee under a qualified assignment under section 130) ***in any taxable year.***

(Emphasis added).

Accordingly, a favorable tax result is in effect at the time the Payee and the Transferee propose to enter into the Purchase Agreement.

14. Since a favorable tax result is in effect, approvals of the Settlement Obligor and the Annuity Issuer to the proposed transfer are not required. 40 P.S. § 4003 (a)(5)(i)(A).

15. The structured settlement did not arise out of a workers’ compensation claim.

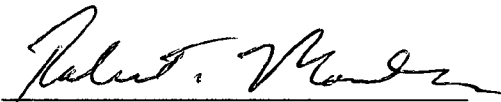
16. Petitioner has seriously contemplated this transaction, and due to his personal circumstances and needs, believes that this assignment is in his best interests, taking into account the welfare and support of Petitioner’s dependents.

17. Petitioner acknowledges that counsel, Jones, Gregg, Creehan & Gerace, LLP has not been engaged to render professional advice with respect to the advisability, or the implications of the transfer, including the tax ramifications of the transfer. Counsel has been engaged solely to prepare and present the within Petition, based upon Petitioner's independent determination and/or professional advice obtained from others, with respect to the advisability and ramifications of the transfer.

WHEREFORE, Petitioner prays that this Honorable Court grant this Petition to Transfer Structured Settlement Payment Rights.

Respectfully submitted,

Jones, Gregg, Creehan & Gerace, LLP

By: 

Robert L. Monks
PA I.D.# 52760
411 Seventh Avenue
Suite 1200
Pittsburgh, PA 15219
412-261-6400

Counsel for Petitioner, Michael S. Sensenich

VERIFICATION

I, Michael S. Sensenich, have read the foregoing Petition to Transfer Structured Settlement Payment Rights and hereby aver that the statements contained therein are true and correct to the best of my knowledge, information and belief.

This Verification is made subject to the penalties of 18 Pa.C.S.A. Section 4904 relating to the unsworn falsification to authorities.

Dated: 3-13-06

Michael S. Sensenich
Michael S. Sensenich

Thomas J. Brenner, Esquire
LD. No. 32085
GOLDBERG, KATZMAN & SHIPMAN, P.C.
320 Market Street
P.O. Box 1268
Harrisburg, PA 17108-1268

Attorney for Defendants, S. J. Ball Construction Co., Ball Builders, Inc. and New Home Financial Services, Inc.

SHAWN L. INK and MICHAEL S.
SENSENICH,

Plaintiffs

v.

METROPOLITAN EDISON
and BALL BUILDERS, INC.,
Defendants

: IN THE COURT OF COMMON PLEAS
: BERKS COUNTY, PENNSYLVANIA

: NO. 182 SEPTEMBER, 1987

: CIVIL ACTION - LAW

JOINT TORTEASOR RELEASE AND SETTLEMENT AGREEMENT

This Joint Tortfeasor Release and Settlement Agreement is made and entered into by
MICHAEL S. SENSENICH and BALL BUILDERS, INC.; S.J. BALL CONSTRUCTION,
and CINCINNATI INSURANCE COMPANY, an Ohio corporation.

KNOW ALL MEN BY THESE PRESENTS that I, MICHAEL S. SENSENICH, for
the sole consideration of a settlement comprised of EIGHT HUNDRED THOUSAND
DOLLARS (\$800,000.00) to be paid to me, which includes the TWENTY-FIVE THOUSAND
DOLLAR (\$25,000.00) advance of settlement proceeds paid on June 4, 1997, and an annuity
with a present value of TWO HUNDRED THOUSAND DOLLARS (\$200,000.00) in hand
paid by BALL BUILDERS, INC., S.J. BALL CONSTRUCTION, and CINCINNATI
INSURANCE COMPANY ("Payers"), the receipt whereof is hereby acknowledged, have
released and discharged and by these presents do for myself, my heirs, executors,
administrators, and assigns release and forever discharge the said Payers (and all of them) and
all other persons, firms, and corporations, excepting only the persons hereafter named, both

known and unknown, of and from any and all claims, for or because of any matter or thing done, omitted or suffered to be done by anyone prior to and including the date hereof on account of all injuries both to person and property resulting, or to result, from the accident which occurred on or about September 16, 1985, in the Oaks Development, Spring Township, Berks County, Pennsylvania.

I understand that said Payers (and any of them) by reason of agreeing to this compromise payment, neither admit nor deny liability of any sort, and said Payers (and any of them) have made no agreement or promise to do or omit to do any act or thing not herein set forth, and I further understand that this Release is made as a compromise to avoid further expense and to terminate all controversy and/or claims for injuries or damages of whatsoever nature, known or unknown, including future developments thereof, in any way growing out of or connected with said accident.

MICHAEL S. SENSENICH expressly reserves the right to make any and all claims against METROPOLITAN EDISON named as a Defendant in the above-captioned lawsuit and reserves the right to claim that METROPOLITAN EDISON, not the Payers, are liable to him for his losses and damages.

Further, the claimant agrees that any recovery he may obtain against any other person, firm, or entity named as defendants in the above-captioned lawsuits shall be reduced to the extent of pro-rata percentage or other share of liability of the Payers so that there can be no right of contribution or indemnification by such other persons, firms, or entities named as

defendants in the above-captioned lawsuits against Payers. It is the intention of the claimant and the Payers that this release is a pro-rata Joint Tortfeasor Release and that it be construed and interpreted in compliance with the 1987 Pennsylvania Supreme Court case of Charles v. Giant Eagle Markets v. Stanley Magic Door, Inc., 513 Pa. 473, 522 A.2d 1 (1987), in such a manner that there can be no claims for contribution or indemnification against Payers.

Further, should it appear or be adjudicated in the above-captioned lawsuit or in any other action or proceeding of any kind or nature, whether or not now pending, that the Payers and others were liable for joint and concurrent negligence or were jointly or severally liable in tort for any losses, injuries, or damages incurred by the claimant as a result of the accident identified above, then, in order to save the Payers harmless, the claimant, his successors and assigns, shall satisfy on behalf of the Payers any decree, judgment, or award in which there is such finding or adjudication involving the Payers to the extent of the liability of the Payers for contribution. Further, the claimant, his successors and assigns, will hold forever harmless the Payers against any loss or damage of any kind, except attorneys fees and costs of defense, because of any and all further claims, suits, demands or actions for contribution made by others on account of or in any manner related to, resulting from, or having any relationship to the injuries, losses, or damages of the claimant as a result of the September 16, 1985 accident. In order to effectuate the foregoing, claimant will request the court in any such case(s) to mold any verdict in any manner necessary to protect Payers from any and all contribution claims that could be asserted against it by others. It is the intent and agreement of the parties that the

consideration paid for herein is the only sum Payers will have to pay, directly or indirectly, as a result of contribution claims as a result of any damages suffered by claimant.

I admit that no representation of fact or opinion has been made by the said Payers, or anyone on their behalf, to induce this compromise with respect to the extent, nature, or permanency of said injuries or as to the likelihood of future complications or recovery therefrom and that the sum paid is solely by way of compromise of a disputed claim and that in determining said sum, there has been taken into consideration the fact that serious or unexpected consequence might result from the present injuries, known or unknown, from said accident and it is, therefore, specifically agreed that this Release shall be a complete bar to all claims or suits for injuries or damages of whatsoever nature resulting or to result from said accident, excepting only the aforementioned claims against METROPOLITAN EDISON.

We recognize that workmen's compensation liens have been asserted for medical, wage, and specific loss benefits paid as a result of this incident. We agree to satisfy any outstanding liens and provide proof of satisfaction. We agree to indemnify and hold harmless the Payers from any workmen's compensation relating to this incident.

In addition to the EIGHT HUNDRED THOUSAND DOLLARS (\$800,000.00) cash payment set forth above, the insurance company hereby agrees to make the following payments to MICHAEL S. SENSENICH:

1. Monthly Payments. The sum of EIGHT HUNDRED DOLLARS (\$800.00) per month to be paid on the first day of each and every month commencing July 1, 1997, and

shall continue for the longer of the following two periods:

- a. Until the death of MICHAEL S. SENSENICH; or
- b. For thirty (30) years. If MICHAEL S. SENSENICH dies before thirty (30) years of payments have been made, the payments set forth above shall be made as due to the Estate of Michael S. Sensenich.

In addition to the periodic payments, lump sum payments shall be made as follows:

April 5, 2002	\$86,500.00
April 5, 2007	\$86,500.00
April 5, 2012	\$86,500.00

I acknowledge that my rights against Cincinnati Insurance Company are no greater than those of a general creditor and that I shall have no rights to any assets of the insurance company. I have no right to receive the present value of the payments due to me or to control the investment of, or accelerate, defer, increase, or decrease the amount of any payment required to be made to me. I am only entitled to receive the payment specified above as it is due. Furthermore, I have no rights against released Defendants whatsoever or under any circumstances to receive from them any of the periodic payments set forth above.

The periodic payments and lump sum payments will be forwarded to MICHAEL S. SENSENICH at 356 Kencagy Hill Road, Ronks, PA, 17572. I am responsible for maintaining the currency of my proper mailing address and mortality information. In the event a new address is designated, the most recent address will be used to issue the check.

All monies set forth above constitute damages on account of personal injuries arising from an accident or occurrence within the meaning of Section 104(a)(2) of the Internal Revenue Code of 1954, as amended.

I, MICHAEL S. SENSENICH, will at all times remain a general creditor of the insurance company and shall have no rights in the annuity contract or in any other assets of the insurance company. The insurance company shall not be required to set aside sufficient assets or secure its obligation to me in any manner whatsoever. However, the insurance company will purchase an annuity in accordance with the terms of this Agreement. I acknowledge that I have no right to receive the present value of the payments due for this benefit or to control the investment of, or accelerate, defer, increase, or decrease the amount of any payment required to be made by this Agreement. I am only entitled to receive the payments specified above as they are due.

Cincinnati Insurance Company shall, at all times, remain directly responsible for the continuing obligation of making the payments set forth above. The insurance company's duty to make such payments shall at all times be an undesignated and unsecured obligation to pay money to me in the future and I can rely solely on the general credit of the insurance company for the collection of the payments set forth above.

As a means of providing a source of funds for the insurance company to satisfy its obligation to me, the insurance company shall purchase, for its own investment purposes, an annuity contract from Cincinnati Life Insurance Company ("the annuity contract") immediately

upon the execution of this Settlement Agreement. The insurance company shall be the owner of the annuity contract and shall have and retain all rights of ownership in the annuity contract, including, without limitation, the right to change the Payee named under the annuity contract. For its own convenience, the insurance company may instruct Cincinnati Life Insurance Company to make the payments to the Payee designated above.

The payment to be received by me as set forth above is not subject in any manner to anticipation, alienation, sale, transfer, assignment, pledge, or encumbrance by me.

It is further understood and agreed and made a part of this agreement that neither the undersigned nor his, her, or their attorney nor other representatives will in any way publicize to other persons, by way of any oral or written or other mode of communication, or in any news or communications media, including but not limited to newspapers, magazines, radio or television, or on-line computer system, the facts or terms and conditions of this settlement. All parties to this Release, and their agents, representatives, including legal counsel, expressly agree to decline comment on any aspect of this settlement to any member of the news media or other information gathering source.

This Release and Settlement Agreement contains the entire agreement among the parties regarding the matters set forth in it and shall be binding upon and inure to the benefit of the parties hereto, jointly and severally, and the executors, administrators, and personal representatives, heirs, successors, and assigns of each.

In entering into this Release and Settlement Agreement, I, MICHAEL S. SENSENICH, represent that I have completely read all the terms hereof and that such terms are fully understood and voluntarily accepted by me and that I have been adequately represented by counsel of my choice.

IN WITNESS WHEREOF, we have set our hands and seals this 17 day of June, 1997.

Michael S. Sensenich
MICHAEL S. SENSENICH

BALL BUILDERS, INC.

By:

S. J. Ball Pres.

S. J. BALL CONSTRUCTION

By:

S. J. Ball Pres.

CINCINNATI INSURANCE COMPANY

By:

Jimmy Walker

Proposed Insured: (first) (n) (last)
MICHAEL J SENSEVICH

Birth Date: (Mo. Day Yr.) Age: Birthplace: (State) Sex:
4/5/1965 32 _____ M

a) Security No. Marital Status Telephone Number
FD-42-1266 ☐ M ☐ W Home ()
☐ S ☐ D Work ()

Current Address:
356 KENEAGY Hill RD County _____
Y RONKS State PA Zip 17572

Occupation: _____
Duties: _____
Employer: _____ How Long: _____
Address: _____

Is any Proposed Insured a member, or does he Yes No
or she intend to become a member, of the armed
forces including reserves? _____
If "Yes," give details in Question #15.

Life, Disability Income, and Business Overhead Insurance in
force: (if none, so state).

a. Company (Life)	Amount	ADB	To Be Replaced
			☐ Yes ☐ No
			☐ Yes ☐ No
			☐ Yes ☐ No

b. Company (DI/BOE)	Mo.	Ben.	Ben. Period	To Be Replaced
				☐ Yes ☐ No
				☐ Yes ☐ No
				☐ Yes ☐ No

(If to be replaced, indicate policy number and date in No. 15.)

Insurance:
☐ New ☐ Change Policy # _____ to

a. Plan _____ Amount \$ _____
Other Insured Rider _____ Amount \$ _____
Term Rider _____ Amount \$ _____
No. Years _____ UL Option A ☐ B ☐

b. Additional Benefits
☐ Family Term No. of Units _____
☐ Children's Term No. of Units _____
☐ Waiver of Premium/COI ☐ Other _____
☐ GPO Amt. \$ _____ ☐ ADB Amount \$ _____
(max. \$25,000) (max. \$200,000)

c. ☐ Automatic Premium Loan (if available)

Annuity: (No medical questions required) VALUABLE
Plan STRUCTURED SETTLEMENT Amount CONSIDERATION
☐ Tax Qualified (Type? _____) ☐ Non-Qualified

Disability Income Insurance:

1. Plan _____ Monthly Amount \$ _____
Ben. Period _____ Elim. Period _____

2. Average monthly earned income \$ _____
3. Are you contributing to ☐ Social Security; ☐ Railroad
Retirement; or ☐ Civil Service? (Check which, if any.)
If so, for how many years out of the last 10
years? _____ Years

4. If under age 31 and contributing to Social
Security, for how many years since age 21
have you contributed? _____ Years

Business Overhead Expense:

Plan _____ Amount \$ _____
Benefit Period _____ Class _____

Also, will need to complete Supplemental Application

13. a. Do you now or have you within the Yes No
past 12 months _____ ed cigarettes? _____
b. If "No," but previously smoked, when did you
quit? _____
c. Do you use tobacco in any form? _____
d. List form(s) used: _____

14. Has any Proposed Insured: Yes No

a. Ever had an application for insurance or
reinstatement declined, postponed, modified,
canceled, or rated in any way? _____
b. An application for other Life, Accident and
Sickness, or Disability Income insurance now
pending or contemplated? _____
c. Any intention of occupation change or travel
or residence outside the United States or
Canada? _____
d. Ever had a driver's license revoked or
suspended or been arrested for other than a
misdemeanor? _____
e. Engaged in any type of flying, underwater or
sky diving, or organized racing within the past
three years? Is any contemplated? _____
(If "Yes," complete the appropriate aviation or
special underwriting questionnaire.)
f. Any intention of replacing, changing, or
borrowing against any insurance or annuity
policy in this or any other company as a
result of this Application? _____
(If "Yes," complete disclosure statements.)

15. Additional Information and Details to "Yes" answers.
(Questions 7, 8, 13, and 14)

16. Beneficiary: (name) (relationship) (age)
Primary ESTATE OF MICHAEL S.
SENSEVICH
Contingent _____

Other Insured (Universal Life)
Primary _____
Other Insured (Universal Life)
Contingent _____

17. Owner: ☐ Proposed Insured
Other CINCINNATI INS. Company
Address 6200 J. GILMORE
FARFIELD OH 45014
Relationship _____
Social Security No. _____

18. Premium Payment Basis: ☐ Annually ☐ Semi-Annually
☐ Quarterly ☐ Bank-O-Matic ☐ Payroll Deduction ☐ List Bill

19. Annual Prem. Quoted		Paid To Agent
\$ _____	Life	\$ _____
\$ _____	Annuity	\$ _____
\$ _____	Dis. Inc.	\$ _____
\$ _____	BOE	\$ _____
UL or Annuity Additional Deposit		\$ _____

20. Home Office Endorsement

21. Special Issue, Dating, or Other Requests:

9 PAGES FOR BENEFITS

Exhibit B

icy issued; 2. Insurance shall be effective, as if a policy is formally moved by us, and 3. The full first premium has been paid while insurability of the Proposed Insured is the same as stated in this Application; OR according to the terms of the Conditional Receipt (a) if it is given and (b) the first full premium is paid when this Application is signed; 3. No provision of this Application or the policy can be modified or waived except by an agreement signed by one of our officers. The applicant has read, or had read to him, the completed Application. The Applicant acknowledges that any false statement or misrepresentation may result in loss of coverage under the policy.

Additional Receipt is given: I (We) (a) acknowledge receipt; (b) certify that I (we) have read and understand it; (c) accept its terms, conditions, and limits; and (d) acknowledge that the agent has explained it to me (us).

AUTHORIZATION: I (We) authorize any licensed physician, medical practitioner, hospital, clinic, or other medical or health related facility, insurance company, the Medical Information Bureau, or other organization, institution, or person having any records or knowledge of me or my health, to give to The Cincinnati Life Insurance Company or its agent(s) any such information. A photographic copy of this authorization shall be as valid as the original. This authorization will be valid from the date signed for a period of two and one-half years.

ACKNOWLEDGE RECEIPT OF NOTICE TO PROPOSED INSURED.

Any person who, with intent to defraud or knowing that he is facilitating a fraud against an insurer, submits an application or files a claim containing a false or deceptive statement is guilty of insurance fraud.

Do the policy(ies) applied for replace any other insurance or annuities in force covering any Proposed Insured? Yes ☐ No ☐

I certify that I have truly and accurately recorded on this Application the information supplied by the Proposed Insured Applicant.

Signature of Agent (To all signatures)

Name of Agent: DAVID BURBRINK
Please Print

Name of Office: HOME OFFICE
Please Print

Dated at Fairfield OH 6/10, 1997
(City) (State) (Date)

Signature of:

Proposed Insured _____
(If below age 15 [16 in Indiana], signature of parent or guardian required.) (Signature of dependent child if over 18 in Pennsylvania.)

Spouse/Other Insured Named above (if any) _____

Applicant/Owner _____
(If not signing above) _____
If a firm or corp., print company name and have company officer sign.
OFFICER OF CINCINNATI INS. CO.

THE CINCINNATI LIFE INSURANCE COMPANY ✓

P.O. BOX 145496, CINCINNATI, OHIO 45250-5496

TEMPORARY RECEIPT—TEMPORARY INSURANCE (LIFE, DISABILITY INCOME, AND BUSINESS OVERHEAD INSURANCE) OR PREMIUM RECEIPT (ANNUITY ONLY)

**ALL PREMIUM CHECKS MUST BE MADE PAYABLE TO THE COMPANY
DO NOT MAKE CHECK PAYABLE TO THE AGENT OR LEAVE THE PAYEE BLANK**

On the _____ day of _____, 19____, we have received \$_____ as a premium deposit for:

- | | |
|---|--|
| ☐ Life Insurance | ☐ Disability Income Insurance |
| ☐ Annuity | ☐ Business Overhead Expense |

1. If the Proposed Insured dies or becomes totally disabled before we issue and deliver the policy, this Receipt may create life and/or disability income insurance coverage. Such coverage will not exist unless each of the following conditions is fulfilled exactly:

2. The deposit must be a full first premium at the mode and plan applied for. The deposit must be paid at the time the Application is signed. This Receipt must be issued at the same time.

3. We must receive the total premium deposit at our Home Office.

4. The check must be paid the first time it is presented.

5. We must receive the Application Part 2 and all medical examinations or tests we request or which our underwriting rules require, not later than 60 days from the date of this Receipt.

6. Our underwriters must formally determine that on the latest of: (a) the date of the Application Part 1; or (b) the date of the latest Application Part 2; or (c) the date of the latest medical examination or test that we require, each Proposed Insured person was acceptable to us under our rules, limits, and standards. Each person must qualify for the exact plan and amount of insurance requested and for all supplemental riders applied for. Each person must be insurable at standard premium rates.

7. Temporary insurance will be effective if any incorrect, untrue, or incomplete statement of material fact is made on: (a) the Application Parts 1 or 2; or (b) any report of any examination or medical test submitted to us. Knowledge of true facts by the agent or medical examiner shall not be imputed to us unless stated in Part 1, Part 2, or in a medical report received in our Home Office.

(OVER)

POLICY SPECIFICATIONS

BENEFIT

AMOUNT OF
BENEFIT
AS SPECIFIED BELOWDURATION
OF PREMIUM
PAYMENTSSINGLE PREMIUM
IMMEDIATE
ANNUITYTHE GUARANTEED PAYMENTS TO MICHAEL S. SENSENICH
WILL BE MADE PER THE FOLLOWING SCHEDULE:

1 YEAR

\$800.00 MONTHLY BEGINNING 07 / 01 / 1997 FOR 30 YEARS CERTAIN
AND LIFE.

ONE LUMP SUM PAYMENT OF \$ 86,500.00 ON 04 / 05 / 2002

ONE LUMP SUM PAYMENT OF \$ 86,500.00 ON 04 / 05 / 2007

ONE LUMP SUM PAYMENT OF \$ 86,500.00 ON 04 / 05 / 2012

NUMBER K2528639

AGE 32

DATE OF ISSUE 06 / 11 / 1997

ANNUITANT MICHAEL S. SENSENICH SEX MALE

POLICY DATE 07 / 01 / 1997

INITIAL PAYMENT 07 / 01 / 1997

TOTAL PREMIUM - VALUABLE CONSIDERATION

BENEFICIARY - AS STATED IN ATTACHED APPLICATION

STRUCTURED SETTLEMENT PAYMENT RIGHT PURCHASE AND ASSIGNMENT AGREEMENT

This Structured Settlement Payment Right Purchase and Assignment Agreement (the "Agreement") is being entered into by and between Structured Asset Funding, LLC, 1250 East Hallandale Beach Blvd., Penthouse A, Hallandale, FL 33009 ("Purchaser") and Michael S. Sensenich ("Seller"), RR 1 Box 683, Osceola Mills, PA 16666. This Agreement is dated and effective as of Purchaser's execution of the Agreement (or the date that is otherwise required by applicable law).

RECITALS

A. Seller, or Seller's predecessor in interest, has previously entered into a settlement, release, indemnity, compromise, and/or other agreement or document, and/or was subject to a court order, judgment, or decree, in connection with the settlement of a lawsuit and/or personal injury or wrongful death claim. The decree, order, judgment, release, settlement, indemnity, compromise and/or other agreement is set forth and described in more detail in Exhibit "A" attached hereto and, together with any amendments, modifications, and revisions to same, shall hereafter be referred to in this Agreement as the "Settlement Agreement." Pursuant to the Settlement Agreement, Seller is entitled to receive certain periodic settlement payments in the dollar amounts and on the dates set forth and described in the Settlement Agreement. (The payments which are due and payable to Seller pursuant to the Settlement Agreement shall hereafter be referred to as the "Settlement Payments").

B. The Cincinnati Insurance Company (the "Settlement Obligor" or "CIC", sometimes referred to as the "Annuity Owner") agreed to make the Settlement Payments to Seller under the terms of the Settlement Agreement and/or assumed the obligation to make the Settlement Payments due Seller under the Settlement Agreement pursuant to a qualified assignment and/or other assignment, assumption or similar agreement (the qualified assignment, assumption agreement, or similar agreement or document is set forth and described in Exhibit "A" and shall hereafter be referred to as the "Qualified Assignment"). In order to fund its obligation to make the Settlement Payments, the Settlement Obligor purchased and/or caused to be issued an annuity (the "Annuity") by The Cincinnati Life Insurance Company (the "Annuity Issuer" or "Cincinnati Life"). (The Annuity is set forth and described in Exhibit A.) The Annuity Issuer is obligated to make certain payments under the terms of the Annuity (the "Annuity Payments"), in the amounts and on dates which correspond to the Settlement Payments. Seller is the "Annuitant" or "Payee" named in the Annuity and/or is the beneficiary of the original named Annuitant/Payee named in the Annuity or is otherwise entitled to receive the payments to be made under the terms of the Settlement Agreement, Qualified Assignment, and/or Annuity. Copies of the Settlement Agreement, Qualified Assignment, and the Annuity (if available) and/or a payment letter from the Annuity Issuer or Annuity Owner have been provided to the Purchaser. The Settlement Agreement, the Qualified Assignment, the Annuity, and any agreements, releases, letters, assignments, judgments, orders, decrees and other documents which reflect or evidence the Settlement Payments and the payment obligations of the Settlement Obligor, Annuity Owner, and Annuity Issuer shall hereafter be collectively referred to as the "Settlement Documents."

C. Purchaser desires to purchase and acquire from the Seller, and the Seller desires to sell, assign, transfer, and convey to Purchaser, certain of the Settlement Payments and, to the extent that Seller has any right, interest, or claim in or to the payments due and payable under the Annuity, in and to the Annuity Payments, in the amounts and on the dates due and payable to Seller, as set forth and described in Exhibit A. (The payments which are the subject of this Agreement and which are to be sold, assigned, and transferred to Purchaser by Seller shall hereafter be referred to as the "Periodic Payments".)

D. As used herein, "Term" means the period beginning with the earlier of the Closing Date (as hereinafter defined) or the date of the first Periodic Payment and ending with the last Periodic Payment which is the subject of this Agreement. The "Transaction" shall refer to the assignment of the Periodic Payments by Seller to Purchaser, as set forth and described in this Agreement. The "Transaction Documents" shall refer to this Agreement and any and all other agreements, applications, letters, contracts, pleadings, affidavits, and other documents executed, signed, and/or submitted

by the Seller in connection with the Transaction. "Court Order" shall refer to the order or judgment rendered or to be rendered in connection with the court approval of the Transaction in accordance with an applicable state statute as provided in Section 5.5.

NOW, THEREFORE, in consideration of the mutual covenants, representations, warranties and agreements contained herein and for other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, and subject to the terms, conditions, provisions, and contingencies set forth herein and in the other Transaction Documents, the parties agree, covenant, and promise as follows:

AGREEMENT

ARTICLE 1 PURCHASE AND SALE OF PERIODIC PAYMENTS

1.1 Purchase and Sale. Subject to the terms, conditions, provisions, contingencies, and limitations of this Agreement, Seller hereby sells, assigns, transfers, and conveys to the Purchaser, and Purchaser purchases and acquires from Seller, the Periodic Payments. Seller makes such sale and assignment of the Periodic Payments to Purchaser free and clear of any and all right, title, interest or claim in or to the Periodic Payments or any lien, pledge, mortgage, security interest, charge, adverse claim, right or equity of redemption, or other encumbrance of or in the Periodic Payments of any nature or description whatsoever (collectively the "Encumbrances").

1.2 Purchase Price. In return for the sale and assignment to Purchaser of Seller's right, title, and interest in the Periodic Payments, and the other promises, covenants, and undertakings of Seller contained herein, including the right of first refusal granted to Purchaser pursuant to Section 8.18 below, Purchaser agrees to pay to Seller the amount set forth and described in Exhibit A as the "Purchase Price." Purchaser will pay the Purchase Price to Seller on the Closing Date (as defined in Section 2.3 hereof). The Seller acknowledges and agrees that the Purchase Price shall be adjusted, if necessary, by subtracting an amount equal to the sum of (i) all Periodic Payments received by Seller, or received by a person or entity entitled to receive the Periodic Payments on behalf of the Seller, from and after the date hereof through and including the Closing; and (ii) any payments and advances made prior to Closing to or on behalf of Seller, including, but not limited to, any monies and amounts paid on Seller's behalf to Seller's independent advisors or creditors or to any other person or entity at Seller's request and on Seller's behalf. Purchaser shall not be obligated to make any payments or advances to Seller or on Seller's behalf prior to Closing and any payments and advances made by Purchaser pursuant to this Section 1.2 shall be made, if at all, in Purchaser's sole and absolute discretion.

1.3 Manner of Payment; Risks; Determination of Purchase Price. The Seller may elect to have the Purchase Price paid by wire transfer to such account or accounts of the Seller that has been designated by Seller in writing prior to the Closing, or by a check drawn on any deposit account maintained by the Purchaser. The Purchase Price was determined by arm's length negotiation between the Purchaser and Seller and represents the agreement reached between said parties in light of, amongst other things, prevailing economic conditions and factors and the risks and expenses assumed and incurred by Purchaser relative to the Transaction.

ARTICLE 2

CLOSING

2.1 Closing Defined. The closing of the Transaction contemplated by this Agreement (the "Closing") shall occur on a date designated by the Purchaser, which date shall be as soon as reasonably practicable after entry of the Court Order and after the Purchaser, in its sole and absolute discretion, has determined that all of the conditions and contingencies required by this Agreement and the other Transaction Documents have been satisfied, have occurred, and/or have been performed and complied with, as the case may be, and that no event or condition has occurred or exists that would require

this Agreement to be terminated. Seller agrees to use Seller's best efforts to take such actions, or refrain from taking such actions, as requested by Purchaser, which are reasonably necessary to secure the Court Order and close the Transaction in accordance with this Agreement.

2.2 Timing of Closing. The Seller and the Purchaser hereby acknowledge that each of them will be simultaneously taking various actions necessary to satisfy, perform, and fulfill the conditions and contingencies required for closing the Transaction and that some conditions and contingencies are subject to various actions that must be completed by persons or entities that are not parties to this Agreement (i.e. entry of the Court Order). Therefore, it is not possible to predict the precise date on which the Closing will occur and Purchaser makes no representations regarding same.

2.3 Closing Date. The day on which funds representing the Purchase Price (adjusted, if necessary, as provided in Section 1.2) are paid and delivered to the Seller shall be the "Closing Date." All events that are to occur on the Closing Date shall, for all purposes, be deemed to occur simultaneously, except to the extent that a specific order of occurrence is otherwise prescribed herein.

ARTICLE 3

REPRESENTATIONS AND WARRANTIES OF SELLER

In order to induce Purchaser to enter into this Agreement, pay the Purchase Price and purchase the Periodic Payments, the Seller represents and warrants to the Purchaser as follows:

3.1 Authority and Enforceability. The Seller has all requisite power and authority and has taken all action necessary to execute and enter into this Agreement and each of the Transaction Documents, to conclude the Transaction contemplated in this Agreement, and to perform the Seller's obligations under this Agreement. This Agreement has been, and each of the Transaction Documents have been or will be by Closing, duly executed and delivered by the Seller. This Agreement is, and each of the Transaction Documents will be at Closing, a legal, valid and binding obligation of the Seller enforceable against the Seller in accordance with their terms.

3.2 No Breach or Default; No Violation of Law; No Consents. The execution and delivery by the Seller of this Agreement and the Transaction Documents and the conclusion of the Transaction contemplated by this Agreement and the Transaction Documents does not and will not: (i) constitute a breach of, or result in a default under, or give rise to any right of termination, cancellation or acceleration of any obligation or the loss of any material benefit under, the Settlement Documents; or (ii) breach or violate any existing contract or agreement of the Seller or any obligation of the Seller under any court or administrative orders, writs, judgments or decrees; or (iii) violate any statute or regulation; or (iv) except for the court approval referenced in Section 5.5, require the consent, authorization, or approval of any other person, entity, court, regulatory agency, administrative body, or any federal, state, local or other governmental agency or authority.

3.3 The Settlement Documents. Copies of the Settlement Documents have been, or will be prior to Closing, provided and delivered to Purchaser. The copies of the Settlement Documents provided to Purchaser are true and correct and include all amendments, supplements, addendums, or modifications thereof and have not been changed or altered in any way by the Seller. The Settlement Documents are legal, valid and binding obligations of the parties to said agreements and documents and are enforceable against each such party in accordance with their terms. None of the Settlement Documents are in default nor have any of them been breached or violated by the parties obligated under same.

3.4 Title to the Periodic Payments. The Seller owns outright, and has good, marketable and defensible title to, the Periodic Payments, free and clear of any Encumbrances. Except as specifically and expressly disclosed to Purchaser in writing prior to entering into this Agreement, Seller has not previously sold, transferred, assigned, pledged, encumbered, mortgaged, alienated or granted a security interest in any of the Periodic Payments or any of the Settlement Payments. Except as specifically and expressly disclosed to Purchaser in writing, none of the Periodic Payments or Settlement Payments have ever been attached, levied, foreclosed upon, seized, restricted, assigned, transferred, pledged, encumbered, or subjected to garnishment or any other legal process or proceeding. Closing of the Transaction will vest in Purchaser

good, marketable and defensible title to the Periodic Payments, free and clear of any and all Encumbrances. Closing of the Transaction shall divest Seller of all right, title, interest, claim, and demand, either at law or in equity, in and to the Periodic Payments.

3.5 Capacity; Marital Status; Proof of Identification. Seller has furnished to Purchaser true, correct and complete documents concerning any prior divorce, annulment, marital separation, property settlement agreement, marriage, premarital agreement, custody, guardianship, trusteeship, bankruptcy, assignment for benefit of creditors, or other legal proceeding affecting Seller's capacity or title to the Periodic Payments. The true, current marital status of the Seller is set forth in the Application executed in connection with this Transaction and the full, true, and correct name and mailing address of Seller's spouse, if any, is also set forth in the Application. If Seller has been divorced, annulled or legally separated prior to the date of this Agreement, Seller has provided to the Purchaser a true, correct, complete and legible copy of the Seller's prior divorce or annulment decree(s) and related property settlement agreements. Seller shall provide true and accurate copies of Seller's driver's license and/or government issued ID card and Seller's social security identification card or other evidence of Seller's social security number acceptable to Purchaser in its sole and absolute discretion. Seller shall also provide to Purchaser, if requested by Purchaser, a copy of a check stub or bank record evidencing Seller's receipt or a direct deposit of a recent Periodic Payment or Settlement Payment, which shall match and/or correspond to the Settlement Documents.

3.6 No Judgments or Actions. Except as specifically and expressly disclosed to Purchaser in writing in connection with this Transaction, there are no unsatisfied, outstanding judgments or liens against Seller and there is no action, suit, or proceeding pending or threatened against or affecting the Seller or the Seller's assets, including, without limitation, the Periodic Payments or the Settlement Payments, in or before or by any court, department, commission, board, bureau, agency, or other governmental authority. The Seller has received no notice (whether oral or written) that any such proceeding is pending or contemplated.

3.7 No Brokers. Except as specifically disclosed by the Seller in writing, no broker, agent or finder has acted for the Seller in connection with this Agreement or the transactions contemplated by this Agreement and no brokerage, sales, or other commission or finder's fee shall be earned, due or payable to any person by the Purchaser in connection with the Transaction on account of any act or omission of the Seller.

3.8 Consultation with Advisors; Seller's Creditors. Seller has been advised by the Purchaser, in writing, to consult with the Seller's financial, accounting, tax and legal advisors in connection with the Transaction and has either (i) consulted with such advisors or (ii) has had the opportunity to do so and knowingly and voluntarily chose not to seek such advice. The execution and delivery of this Agreement and the other Transaction Documents by the Seller and the consummation of the Transaction have not been concealed from, and will not hinder, delay, or defraud any creditor of the Seller. To the extent that Seller was required by applicable law to receive, or has received, independent professional advice regarding this Transaction, the person or person with whom Seller consulted is set forth in Exhibit A or in some other document delivered to Purchaser.

3.9 Full Disclosure; No Adverse Facts. The representations and warranties of the Seller in this Agreement and in the other Transaction Documents and the information furnished to the Purchaser and its representatives in connection with the Transaction do not and will not include any untrue or misleading statement of fact. Seller is not aware of any fact or matter which might (i) diminish the value of the Periodic Payments or the rights and benefits of the Purchaser to be acquired under this Agreement; or (ii) impair or delay the Purchaser's ability to receive and collect the Periodic Payments.

3.10 Application, Beneficiaries, and Dependents. Seller has completed, signed, and delivered to Purchaser an Application in connection with the Transaction. All of the information stated in the Application is true and correct as of the date of this Agreement and at Closing. Seller has also disclosed to Purchaser the true and correct identity and age of Seller's spouse and minor children and other dependents. Seller has also disclosed to Purchaser the true and correct identity of any beneficiary or other person properly and legally designated by Seller to receive the Settlement Payments and/or Annuity Payments following the death of Seller.

3.11 Prior or Pending Insolvency or Bankruptcy Proceedings, or Other Legal Proceedings. Except as set forth on the Application, Seller has not been a party to any bankruptcy, reorganization, receivership, insolvency, or similar proceeding. If Seller has been a party to any such proceeding, Seller has provided to Purchaser a true and correct copy of the Seller's discharge from such proceedings and/or an appropriate court order approving the Transaction contemplated by this Agreement.

3.12 Other Obligations. Except as specifically and expressly disclosed to Purchaser in writing in connection with this Transaction, seller is not in default on any obligation for child support or alimony or for the payment of state, federal, or local taxes, including federal income taxes.

3.13 Other Attempts to Assign; Cessation of Other Negotiations; Exclusivity. Except as specifically and expressly disclosed to Purchaser in writing in connection with this Transaction, Seller has not, and has not attempted to, sell, assign, transfer, or convey any of the Settlement Payments to any other person or entity, nor has Seller attempted to pledge, encumber or mortgage the Settlement Payments with or to any other person or entity. To the extent that Seller has previously had discussions or negotiations with other persons or entities regarding the possible sale, assignment, transfer, mortgage, encumbrance, pledge or other conveyance of the Settlement Payments, Seller hereby represents and warrants that all such discussions or negotiations have ceased and any and all contracts, agreements, letters of intent and other documents relative said discussions and/or negotiations have been and, to the extent necessary, hereby are cancelled, terminated, and rescinded. Seller has no other obligations to any other person or entity relative to the Periodic Payments and, except as expressly disclosed to Purchaser in writing, has no other obligations to any other person or entity relative to any of the Settlement Payments. To the extent that Seller has any obligations to any other funder, person, or entity relative to the Periodic Payments, Seller hereby authorizes Purchaser to satisfy said obligations at Closing. Seller represents and warrants that, upon signing this Agreement, Seller has ceased any and all discussions and negotiations with any other person or entity relative to the Periodic Payments and shall deal exclusively with Purchaser regarding said payments.

3.14 Disclosure Statement. Seller acknowledges that Purchase has previously provided to Seller a Disclosure statement prepared and delivered in accordance with applicable law which sets forth certain of the main terms of the Transaction. Seller has read and understands said Disclosure Statement and has had the opportunity to review and discuss the Disclosure Statement and this Transaction with an attorney, CPA, accountant, or other professional or advisor of Seller's choice.

3.15 Place of Residence. Seller represents and warrants that Seller resides in the State and at the address designated on Exhibit A of this Agreement.

3.16 Compliance with State Statutes. Seller represents and warrants that Seller has or will comply with all applicable State and Federal statutes in connection with this Transaction.

ARTICLE 4

ADDITIONAL AGREEMENTS OF THE SELLER

4.1 Duty to Cooperate; Periodic Payments Held in Trust; Guaranty. The Seller shall cooperate with and shall take all reasonable action necessary to provide the Purchaser the practical benefits of the bargain obtained under this Agreement, specifically including, without limitation, the duty to deliver immediately to the Purchaser any checks, funds or other form of payment made under the Settlement Documents which may be hereafter received by the Seller or anyone (other than the Purchaser) claiming by or through the Seller, to the extent that such payment constitutes a Periodic Payment. Any such Periodic Payment that is at any time received by the Seller or any person claiming by, through, or under the Seller (directly or indirectly) shall be received and held by the Seller (or such other person) in trust for the benefit of the Purchaser. The Seller shall immediately deliver and pay such Periodic Payments to the Purchaser. After Closing of the Transaction, the Seller shall have no interest in any Periodic Payment other than that of a trustee for the benefit of the

Purchaser. Seller hereby guarantees the prompt performance of all of the duties and obligations set forth herein and in all of the Transaction Documents.

4.2 Power of Attorney. Seller hereby grants to Purchaser an Irrevocable Power of Attorney with full powers of substitution to do all acts and things that Seller might do regarding the Periodic Payments and any and all rights Seller may have under the Settlement Agreement; Seller understands and intends that by doing so, Seller is giving to Purchaser all of the power and right that Seller has under the Settlement Agreement to endorse checks, drafts or other instruments, to alter, edit and change payment instructions and/or beneficiary designations and/or to perform in Seller's name any other act which, in Purchaser's sole judgment as Seller's Attorney-in-Fact, Purchaser feels is necessary or expedient for Purchaser to obtain the bargain contemplated by this transaction. This power of attorney is coupled with an interest and shall survive Seller's death or disability.

4.3 Security Agreement. Purchaser and Seller intend to create a security interest in the rights to and interest in the Periodic Payments due to me under the Settlement Agreement which Seller is assigning to Purchaser under this Agreement as "General Intangibles" to the extent permitted under Article 9 of the Uniform Commercial Code which is in effect in the state in which I reside. Seller understands that this Agreement shall also function as a Security Agreement. This Security Agreement secures payment of the rights assigned by Seller to Purchaser and the performance of Seller's obligations and representations set forth under this Agreement. Seller hereby authorizes Purchaser to direct any account debtor, or obligor on an instrument, including, without limitation, the Settlement Obligor or Annuity Issuer, to make the Periodic Payments directly to Purchaser, and, as contemplated by the Uniform Commercial Code. Purchaser is authorized to file a UCC-1 financing statement to perfect its rights and the security interest intended to be created under this Agreement.

4.4 Seller's Protection of Third Parties. The Seller releases and waives all claims and objections against each of the Annuity Issuer, the Owner, the Settlement Obligor and any other person, entity, or party obligated under the Settlement Documents to make the Settlement Payments, the Annuity Payments, and the Periodic Payments (collectively the "Obligors") for (i) making the Periodic Payments to the Purchaser following entry of the Court Order contemplated in Section 5.5 and Closing of the Transaction; (ii) for allowing, permitting, facilitating and/or cooperating with the Purchaser and Seller in connection with the Transaction and this Agreement and entry of the Court Order; (iii) for not appearing or objecting in the proceeding in which the Court Order was entered; (iv) for failing or refusing to assert any claim that the Periodic Payments were not transferable or assignable; and (v) for honoring the Court Order. Seller agrees to indemnify, hold harmless and defend the Obligors in connection with the releases and waivers set forth in this section 4.3 and from and against any future claims to or against the Periodic Payments by any person other than the Purchaser or the Purchaser's lawful assigns.

4.5 Access to Information. The Seller agrees and hereby authorizes the Purchaser to obtain and perform credit checks and obtain credit reports on the Seller and secure and perform other information and investigations including, without limitation, lien searches, searches for abstracts of judgments or other claims against the Seller, criminal background checks, checks of court records, and contacting Seller's present and previous employers, landlords, creditors, and references. Seller hereby authorizes Purchaser to contact the Settlement Obligor, the Annuity Issuer, and/or the Annuity Owner and any other person or entity obligated to make the Settlement Payments and/or Annuity Payments to verify any and all information relative to the Settlement Payments and/or the Annuity Payments. Seller hereby authorizes, directs, instructs, and consents to the release by the Settlement Obligor, the Annuity Issuer, and/or the Annuity Owner and any other person or entity obligated to make the Settlement Payments and/or Annuity Payments of any and all information to Purchaser relative to the Settlement Documents and/or the Settlement Payments. The Purchaser shall be under no duty or obligation to perform any such check or investigation and the Seller shall place no reliance on the Purchaser's actions in doing so. Seller further authorizes and consents to Purchaser recording, verifying, and/or registering information regarding this transaction in the National Association of Settlement Purchasers Anti-Fraud database for any lawful purpose.

4.6 Disclosure of Misrepresentations and Breaches. The Seller shall immediately notify the Purchaser if any of the representations or warranties of the Seller in this Agreement or any of the Transaction Documents are determined by

the Seller to have been incorrect, inaccurate, or misleading when they were made, or which are later determined by the Seller to be incorrect, inaccurate or misleading.

4.7 Further Assurances. At any time and from time to time, the Seller shall promptly execute, upon Purchaser's request, all other documents, and perform or refrain from performing such additional acts, as may be necessary or reasonably requested by the Purchaser to conclude the Transaction and to assure the Purchaser's receipt of all of the benefits of the Transaction, including the Periodic Payments.

4.8 This is Not a Loan. THE SALE OF THE PERIODIC PAYMENTS BY THE SELLER TO THE PURCHASER IS AND SHALL CONSTITUTE AN ABSOLUTE AND IRREVOCABLE ASSIGNMENT AND CONVEYANCE BY THE SELLER TO THE PURCHASER OF THE PERIODIC PAYMENTS, AND THE SELLER ACKNOWLEDGES AND AGREES THAT THIS TRANSACTION IS NOT INTENDED IN ANY RESPECT TO BE A LOAN FROM THE PURCHASER TO THE SELLER OR TO CREATE ANY TYPE OF LENDER/BORROWER RELATIONSHIP, PARTNERSHIP OR OTHER JOINT OWNERSHIP ARRANGEMENT BETWEEN THE SELLER AND THE PURCHASER. UPON THE CLOSING OF THIS TRANSACTION THE SELLER SHALL HAVE NO RIGHT OR ABILITY TO FINANCE OR REFINANCE THE PERIODIC PAYMENTS WITH PURCHASER OR ANY OTHER PERSON OR ENTITY.

4.9 Prior or Other Negotiations. To the extent that Seller has previously engaged in negotiations or discussions or has signed or executed a contract with other parties or entities regarding the sale, assignment, transfer, conveyance, mortgage, encumbrance, or pledge of the Periodic Payments, Seller has terminated all such negotiations or discussions and/or has canceled and rescinds all contracts, or agreements with such parties or entities. By signing this Agreement, Seller hereby authorizes Purchaser to rescind, terminate and cancel, on Seller's behalf, all discussions, negotiations, contracts, and agreements with such persons or entities. Seller agrees to work and deal exclusively with Purchaser to consummate the Transaction and to complete and effect the sale of the Periodic Payments and secure the Court Order. To the extent that Seller has any obligations to any third party, person or entity relative to the Periodic Payments, Seller hereby authorizes Purchaser to satisfy such obligations at Closing.

4.10 Beneficiaries. Seller acknowledges and agrees that Purchaser shall be entitled to receive the Periodic Payments to the exclusions of any beneficiary, heir, executor, representative, or dependent of Seller. To the extent deemed necessary by Purchaser and/or if requested by Purchaser, Seller shall execute and sign any document, agreement, waiver, beneficiary change, or other document to reflect, evidence, and confirm that Purchaser shall be entitled to receive the Periodic Payments to the exclusion of Seller and/or Seller's heirs, beneficiaries, representatives, dependents, and executors. Upon consummation of this Transaction, entry of the Court Order, and Closing, Seller and Purchaser agree, acknowledge and confirm that any beneficiary, heir, executor, representative and/or dependent of Seller shall be absolutely and forever divested of any right, title, claim or interest in the Periodic Payments.

ARTICLE 5

CONDITIONS TO CLOSING

The obligations of the Purchaser to effect the Transaction contemplated in this Agreement shall be subject to the performance and satisfaction, prior to the Closing Date, of each of the following conditions, unless waived in writing by the Purchaser:

5.1 Delivery of Documents. The Seller shall have delivered to the Purchaser duly executed originals (including all attachments and exhibits) of the following documents, (if applicable which shall be the sole determination of Purchaser), each of which shall be in form, scope and substance satisfactory to the Purchaser in its sole and absolute discretion:

(i) This Agreement, along with all required schedules, exhibits and addendums hereto:

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Seller's Initials

(ii) The Seller's Affidavit certifying certain information about the Seller, in form and substance acceptable to Purchaser, in its sole and absolute discretion;

(iii) The original or true and accurate copies of the Settlement Documents;

(iv) A signed Spousal Consent form; copies of prior divorce and/or annulment decrees, including property divisions and settlements; a current driver's license or government issued ID card; a social security card or other evidence of Seller's social security number, acceptable to Purchaser, in its sole and absolute discretion; if requested by Purchaser; copies of a recent check, payment stub or bank account records and statements showing a deposit to Seller's account a recent Settlement Payment

(v) A Security Agreement and related UCC-1 forms, if requested by Purchaser;

(vi) A completed and signed Application;

(vii) Executed Irrevocable Special Power of Attorney in favor of the Purchaser, its successors, assigns or designees, and granting, among other powers, the power to endorse and negotiate all checks and other instruments distributed by the Annuity Issuer, or other person, in payment of the Periodic Payments, as provided herein;

(viii) Executed copies of all other agreements, documents, instruments, certificates, opinions of counsel, reports or other writings of any nature whatsoever required by this Agreement or deemed necessary, advisable or desirable by Purchaser to consummate the Transaction.

5.2 Representations And Warranties. All of the Seller's representations and warranties in this Agreement shall be true and correct on and as of the Closing Date with the same effect as though such representations and warranties were made on and as of the Closing Date. All of the Seller's representations and warranties set forth in this Agreement shall survive the Closing and shall remain effective during the Term of this Agreement.

5.3 Performance Of Obligations. The Seller shall have performed, observed, satisfied, and complied with all covenants under this Agreement and the Transaction Documents on or before the Closing Date.

5.4 Absence of Liens. The Purchaser shall perform, at its own expense, such credit checks and lien searches on the Seller as the Purchaser deems necessary, and Purchaser may offset from any sums due to the Seller the amount of any lien, or other obligation of Seller that Purchaser determines may affect its rights to receive the Periodic Payments. If requested by Purchaser, Seller agrees to obtain confirmation from the IRS or other taxing authorities that there are no outstanding federal, state or local tax liabilities (whether income tax or otherwise) beyond the current tax year in which this Agreement shall be executed.

5.5 Court Approval of the Transaction. Seller understands and acknowledges that the Transaction contemplated by this Agreement must be approved by a court of competent jurisdiction in accordance with an applicable state transfer statute and must be structured, consummated, closed and approved in accordance with certain applicable Federal law. A further condition and contingency to the Closing of the Transaction is that the Purchaser and/or the Seller shall have procured and/or received a final court order, judgment, or decree (the Court Order, as previously defined) approving the sale, assignment, and transfer of the Periodic Payments to Purchaser. Seller shall cooperate with and assist Purchaser, in all respects, to secure said Court Order. If the Court Order is denied, Purchaser may, but shall have no obligation to, appeal such denial. If, however, Purchaser does pursue an appeal of such denial, Seller shall fully cooperate and assist Purchaser in connection with said appeal.

5.6 Other Requirements. Such other requirements as Purchaser may in writing inform Seller, in Purchaser's sole discretion, are required to be satisfied.

ARTICLE 6

WAIVER OF RESTRICTIONS; INDEPENDENT ADVICE; EXEMPTIONS; INDEMNITIES

6.1 Restrictions on Assignability. Seller acknowledges that, to the extent that the Settlement Documents purport to contain any restriction on the ability, right, or power of the Seller to assign, sell, transfer, mortgage, encumber, alienate, or convey the Periodic Payments, that such restrictions were included in the Settlement Documents for Seller's benefit and not for the benefit or protection of any other person. Seller, on behalf of himself and his heirs, beneficiaries, executors, administrators, successors, and legal representatives, hereby WAIVES AND RELEASES all rights and benefits of the Seller in, to, or under, any and all restrictions on assignability contained in the Settlement Documents. To the extent that any such restrictions were included to insure favorable tax treatment or benefits for the Seller or for any other purpose, Seller acknowledges that Seller is not relying upon any representation or warranty of the Purchaser with respect to the tax consequences of the Transaction or the waiver contained herein.

6.2 Independent Advice. Seller acknowledges and agrees that (i) Seller has had the opportunity to receive legal, tax, financial, accounting and/or business or personal advice regarding the Transaction from Seller's own legal, tax, financial, accounting and/or other advisors and has either received such advice or has knowingly and voluntarily waived and declined the opportunity to seek such advice; (ii) Seller has not received any financial, accounting, tax, legal, business, or other advice from the Purchaser; and (iv) Seller has relied solely upon the advice of Seller's own financial, accounting, tax, legal, business and other advisors in entering into this Agreement and consummating the Transactions. SELLER FURTHER ACKNOWLEDGES THAT SELLER IS FULLY AWARE OF THE ECONOMIC CONSEQUENCES OF THE TRANSACTION CONTEMPLATED BY THIS AGREEMENT. THIS IS AN IMPORTANT FINANCIAL TRANSACTION AND SELLER SHOULD CONSULT WITH HIS/HER OWN ADVISORS REGARDING SAID TRANSACTION.

6.3 Waiver of Exemptions. Seller has signed this Agreement and is entering into this Transaction of his own free will and volition and hereby expressly and voluntarily WAIVES and RELEASES all rights and benefits of Seller in, to, or under all applicable laws and statutes and all provisions and principles of the common law, regulations, and any constitution which purport to exempt the Periodic Payments and/or any payments due or payable under the Settlement Documents from any claims or damages by, through or on behalf of Purchaser or its successors or assigns or which exempt the Periodic Payments from execution, attachment, garnishment, seizure or other process by Purchaser, which may be necessary to enforce this Agreement or allow Purchaser to receive the practical benefits of the Transaction.

6.4 Indemnities. The Seller further agrees and covenants (both for Seller and on behalf of Seller's heirs, executors, administrators, representatives, successors, and assigns): (i) to release, indemnify and hold the Purchaser harmless from any claim that the Periodic Payment Rights were not assignable; (ii) to never claim, either in a suit or in the defense of an action by the Purchaser or any other person, that the Periodic Payment Rights were not assignable. The Seller indemnifies and agrees to hold the Purchaser harmless from any claims for brokerage, sales, or other commissions or finder's fees in respect of this transaction alleged to be due because of any act or omission of the Seller and from any loss, cost, liability, or expense (including attorneys' fees and expenses at all appellate levels) of defending any such claims; provided, however, that the foregoing indemnification shall not extend to any such item that was expressly approved for payment by the Purchaser in a writing signed by the Purchaser. The Purchaser agrees that upon its discovery of facts giving rise to a claim for indemnity under the provisions of this Agreement, including receipt by it of notice of any demand, assertion, claim, action or proceeding, judicial or otherwise, formal or informal, by any person with respect to any matter as to which any of the indemnified parties are entitled to indemnity under the provisions of this Agreement, the Purchaser will give prompt notice thereof in writing to the Seller; provided, however, that any delay in giving or failure to give such notice shall not limit the rights of the Purchaser or any indemnified party to indemnity hereunder except to the extent that the Seller is shown to have been damaged by such delay or failure.

6.5 Seller's Protection of Third Parties. Seller acknowledges that the Settlement Agreement, Annuity and/or other Settlement Documents may contain provisions that restrict or purport to restrict the assignment of the Periodic Payments. Seller hereby (i) releases the Annuity Owner, the Annuity Issuer, the Settlement Obligor and all other persons or

entities obligated to make the Periodic Payments pursuant to the terms of the Settlement Agreement and/or Annuity from any claims, causes of action, or liability, for complying with Seller's instructions regarding the Periodic Payments; (ii) releases and waives all claims, causes of action, or liability against the Annuity Owner, the Annuity Issuer, and Settlement Obligor and all other persons or entities obligated to make the Periodic Payments for failing and refusing to oppose the Transaction based on the presence of anti-assignment or anti-encumbrance language in the underlying Settlement Documents or for any other reason; (iii) for making and sending the Periodic Payments to Purchaser in accordance with the terms of this Agreement and the Court Order; (iv) for allowing, permitting, facilitating, cooperating with, and/or not opposing the Transaction and entry of the Court Order; (v) for not appearing or objecting in the proceeding in which the Court Order was entered; (vi) for failing or refusing to assert that any claim, defense, or position that the Periodic Payments were not transferable or assignable; and (vii) for honoring and complying with the Court Order. Seller and Purchaser acknowledge and agree that the Annuity Owner, Annuity Issuer, and/or Settlement Obligor will discharge their obligation to make the Periodic Payments due under the Settlement Agreement and/or Annuity by delivering said Periodic Payments to Purchaser in accordance with this Agreement and the Court Order. Seller agrees to indemnify, hold harmless, and defend the Obligors in connection with the releases and waivers set forth in this section 6.5. Seller and Purchaser agree to indemnify, hold harmless, and defend Obligors from and against any future claims to or against the Periodic Payments by any person or entity other than the Purchaser and the Purchaser's successors and assigns. Seller agrees that this protection of third parties shall be binding upon Seller and Seller's heirs, executors, administrators, representatives, successors, estate, and any person or entity claiming by, through or under Seller (directly or indirectly), and shall survive the consummation of this Agreement.

ARTICLE 7

TERMINATION AND RESCISSION

7.1 Termination. Unless otherwise agreed or extended in writing by the Purchaser and the Seller, this Agreement shall automatically terminate one hundred eighty (180) days from the date hereof if any condition to the Purchaser's obligations hereunder has not been satisfied prior to that date, unless the failure to satisfy such conditions is the result of a material breach of this Agreement by the Seller. Provided, however, that if the Purchaser has filed and is working to secure the Court Order, then this Agreement may not be terminated by Seller until and unless the Court Order proceeding is resolved and decided, one way or another, except with the written consent of Purchaser. Purchaser may terminate this Agreement at anytime, even after the proceeding to secure the Court Order has been filed. In the event of termination of this Agreement as provided in this Article, this Agreement shall forthwith become void and of no further force or effect, and there shall be no liability or obligation on the part of any of the parties hereto or any of their respective officers, directors, employees, agents, attorneys, partners, trustees, affiliates, or associates, except that the obligations of the parties set forth in Articles 6, 7 and 8 shall survive the termination of this Agreement for a period of five (5) years from and after the date of termination hereof. To the extent that the termination of this Agreement results from the willful breach by the Seller of any of the Seller's representations, warranties, covenants or agreements set forth in this Agreement, nothing herein shall prejudice the ability of the Purchaser from seeking damages from the Seller for any breach of this Agreement, including, without limitation, attorneys' fees and the right to pursue any remedy at law or in equity. The rights and remedies provided to the Purchaser in this Article are cumulative of any other right or remedy the Purchaser may have under this Agreement or otherwise.

7.2 Rescission. Unless prohibited, expanded, or otherwise provided by applicable law, Seller shall have a three (3) day right of rescission after execution of this Agreement, during which Seller may rescind and cancel this Agreement without any further duty, liability, or obligation to Purchaser. If applicable law provides for a longer period during which the Seller may rescind this Agreement, then Seller shall have until the end of the time period provided by applicable law to rescind and cancel this Agreement without any further duty, liability, or obligation to Purchaser. Seller must exercise any right of rescission by notifying Purchaser, in writing, of Seller's intent to rescind and cancel this Agreement within the time period provided by this section 7.2 or applicable law, as the case may be. Notice of Seller's intent to rescind and/or cancel the contract shall be timely as long as it is delivered to Purchaser or post-marked by the deadline for exercising such right of rescission and cancellation.

ARTICLE 8

GENERAL PROVISIONS

8.1 Notices. Any notice or demand given under this Agreement shall be given by (i) hand delivering it, (ii) mailing it by certified or registered mail, postage prepaid, return receipt requested, or (iii) overnight courier service such as Federal Express, in each case addressed to the Purchaser or to the Seller, at the addresses set forth on page 1 of this Agreement or at such other place as either party may specify in writing to the other party. Each party may designate a change of address by notifying the other party of such change at least fifteen (15) days before such change of address is to become effective. A notice given under this Agreement shall be deemed received three (3) days after it is mailed or when it is delivered according to the requirements of this paragraph.

8.2 Governing Law. This Agreement, the Transaction Documents, and the rights, duties, and obligations of the parties under said documents and agreements, shall be governed, interpreted, construed, and enforced in accordance with the laws of Pennsylvania and the United States of America.

8.3 Entire Agreement. This Agreement, the exhibits, and the Transaction Documents set forth the entire agreement of the Seller and the Purchaser with respect to the Transaction and supersede all prior agreements, arrangements, and understandings relating to the Transaction, whether oral or written.

8.4 Amendment; Waiver. This Agreement and the Transaction Documents may be amended, modified, superseded or canceled, and any of the terms, provisions, representations, warranties, covenants or conditions hereof or thereof may be waived only by a written instrument signed by all of the parties hereto. In the case of a waiver of an obligation, term, or provision of this Agreement, any such waiver must be in writing and signed by the party waiving compliance. The failure of any party to require performance of any provision of this Agreement or any of the Transaction Documents shall in no way affect the right to enforce the same. No waiver by any party of any condition contained in this Agreement or any of the Transaction Documents, or of the breach of any term, provision, representation, warranty or covenant of same shall be deemed to be or construed as a further or continuing waiver of any such condition or breach, or as a waiver of any other condition or of the breach of any other term, provision, representation, warranty or covenant.

8.5 Severability and State Law Savings Clause. If any provision of this Agreement or any Transaction Document is held to be to any extent unenforceable, invalid or inconsistent with any applicable state and/or federal law, then the parties hereto agree that such provision shall be deemed to be modified for purposes of performance of this Agreement or any Transaction Document to the extent necessary to render it lawful and enforceable, or if such a modification is not possible without materially altering the intention of the parties hereto, then such provision shall be severed from the agreement or document for purposes of the performance or enforcement of same. The validity of the remaining provisions of the Agreement and the Transaction Documents shall not be affected by any such modification or severance. Any such finding of unenforceability, invalidity or inconsistency of a provision of this Agreement in any given jurisdiction shall not prevent the enforcement of any such provision or any other provision of this Agreement in any other jurisdiction to the maximum extent permitted by law.

8.6 Availability of Equitable Remedies. Since a breach of the provisions of this Agreement by the Seller could not adequately be compensated by money damages, the Purchaser shall be entitled, either before or after the Closing, in addition to any other right or remedy available to the Purchaser, to an injunction restraining such breach or a threatened breach and to specific performance of any such provision of this Agreement, and in either case, no bond or other security shall be required in connection therewith, and the Seller hereby consents to the issuance of such injunction and to the ordering of specific performance.

8.7 Attorneys' Fees and Court Costs. In the event of any action at law or in equity between the parties hereto to enforce any of the provisions hereof, the unsuccessful party to such action or litigation shall pay to the successful party all costs and expenses, including, without limitation, actual attorneys' fees expended or incurred in connection therewith by

such successful party; and if the successful party shall recover judgment in any such action or proceeding, such costs, expenses and attorneys' fees may be included in and as a part of such judgment.

8.8 Headings; Gender; Numbers; Interpretation. All of the headings contained in this Agreement are for purposes of convenience or reference only, and shall not be deemed to be a part of this Agreement or to affect the meaning, construction, interpretation or scope of this Agreement or any of the provisions hereof in any way. All references in this Agreement to the masculine, feminine, or neuter gender, shall, where appropriate, be deemed to include all other genders. All plurals used in this Agreement or any Transaction Document shall, where appropriate, be deemed to be singular, and vice versa, and shall refer solely to the parties hereto except where otherwise specifically provided. The normal rule of contractual construction that any ambiguities in a contract are to be resolved against the drafting party shall not be used in the interpretation of this Agreement, any of the Transaction Documents, or any amendments or exhibits to same and no presumptions regarding the interpretation of said documents and agreements shall be made as a result of the drafting of said agreement and documents.

8.9 Survival. All of the representations, warranties, covenants, agreements, indemnifications, obligations, duties, and liabilities of the Seller and the Purchaser set forth in this Agreement and the other Transaction Documents shall survive until the tenth (10th) anniversary of the Purchaser's actual receipt of good funds representing the last of the Periodic Payments, and shall not be deemed merged into the Transaction Documents.

8.10 Binding Effect. Subject to the restrictions on transfers and encumbrances set forth herein, all of the terms, provisions, covenants and conditions of this Agreement and the Transaction Documents shall inure to the benefit of and be binding upon and be enforceable by the undersigned parties and their respective heirs, executors, administrators, representatives, successors and permitted assigns. NOTWITHSTANDING ANY CONTRARY PROVISION OF THIS AGREEMENT OR ANY OTHER CLOSING DOCUMENT, IT IS EXPRESSLY INTENDED AND AGREED THAT THE SELLER'S SALE TO THE PURCHASER OF THE PERIODIC PAYMENT RIGHTS SHALL BE BINDING ON THE SELLER'S ESTATE AND THE SELLER'S HEIRS, EXECUTORS, BENEFICIARIES, REPRESENTATIVES AND ADMINISTRATORS, IRRESPECTIVE OF ANY DESIGNATION OF THE SELLER'S ESTATE AS THE BENEFICIARY UNDER THE SETTLEMENT DOCUMENTS.

8.11 Purchaser's Right to Assign. The Purchaser (and each and any assignee of the Purchaser) may assign all or any portion of its right, title, and interest in and to this Agreement, the other Transaction Documents, the Annuity, the Settlement Documents, and/or the Periodic Payments either before or after the Closing and without any requirement of prior consent from or notice to the Seller. Upon any such assignment, Purchaser shall be released from any liability hereunder and thereunder without any requirement of further documentation and Transferor shall look solely to such assignee for any payment (e.g., the Transfer Price, the servicing of non-Transferred Payments) and any other performance hereunder and thereunder. Without limiting the generality of the foregoing, the Seller shall upon request of the Purchaser or any assignee of the Purchaser execute and deliver any such documents as the Purchaser or any such assignee may require to effectuate and consummate the transactions contemplated hereby. If Purchaser does make an assignment as contemplated hereby, any such reference in this Agreement and its related documents shall mean Purchaser's assignee.

8.12 Recitals Incorporated. Each of the recitals to this Agreement is hereby incorporated and included in this Agreement by this reference, as if fully set forth at length.

8.13 Holdback. In the event that the Closing occurs within sixty (60) days of the first scheduled monthly payment of the Periodic Payments, Purchaser may, in its discretion at the Closing, hold in Purchaser's bank account and deduct from the Purchase Price, an amount equal to no more than the first two (2) monthly payments to be received by Purchaser hereunder. Upon the receipt by Purchaser of the first monthly payment from the Annuity Owner (thereby insuring the effective change of Payment address), Purchaser shall immediately release such funds withheld from the Purchase Price to the Seller. Purchaser shall have the right to retain funds sufficient to cover any payments not received by Purchaser.

8.14 Multiple Originals. This Agreement shall be fully executed in two (2) multiple originals, each of which shall be deemed an original Agreement.

8.15 Usury Savings Clause. THIS IS NOT A LOAN. It is the intention of Purchaser and Seller that the provisions of this Agreement constitute a purchase and sale of all of Seller's right, title and interest in and to the Periodic Payments and it is not, nor should it be construed as, a loan. Nonetheless, in order to protect against any conceivable determination that the conveyance was not effective, it is the intent of Purchaser and Seller to conform to and contract in strict compliance with applicable usury law from time to time in effect. All agreements between Purchaser and Seller are hereby limited by the provisions of this paragraph which shall override and control all such agreements, whether now existing or hereafter arising and whether written or oral. In no way, nor in any event or contingency (including but not limited to prepayment, default, demand for payment, or acceleration of the maturity of any obligation) shall the rate of interest taken, reserved, contracted for, charged or received under this Agreement or otherwise, exceed the Maximum Lawful Rate (defined below). If, from any possible construction of any document, interest would otherwise be payable in excess of the Maximum Lawful Rate, any such construction shall be automatically reformed and the interest payable shall be automatically reduced to the Maximum Lawful Rate, without the necessity of execution of any amendment of new document. As used herein, the term "Maximum Lawful Rate" means the maximum nonusurious rate of interest per annum permitted by whichever of applicable United States federal law or applicable state law permits the higher interest rate.

8.16 Right of First Refusal. Seller agrees that during the Term, Seller will not sell, assign, borrow against, pledge, or otherwise encumber any one or more of the Settlement Payments not included in the Periodic Payments assigned to Purchaser without first giving Purchaser written notice of the terms of any such proposed loan or sale, whether such proposal was made orally or in writing. If, within ten (10) business days of receiving such notice, Purchaser informs Seller that it elects to match the terms of any such proposed loan or sale, then Seller shall execute all documents necessary to consummate such transaction with Purchaser on those terms. The foregoing right of first refusal shall survive the exercise of any right of cancellation or rescission that Seller or Purchaser may have under this Agreement, or applicable law. This right of first refusal is assignable by Purchaser, however Purchaser may elect, at its sole option, not to permit the assignment of this right of first refusal upon the assignment of this Agreement, in which event this right of first refusal shall remain the property of Purchaser.

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IN WITNESS WHEREOF, the parties have caused this Agreement to be executed by their duly authorized representatives effective as of the date first set forth above.

SELLER:

Michael S. Sensenich
Michael S. Sensenich

2-28-06
Date

Acknowledgment for Michael S. Sensenich

Commonwealth of Pennsylvania)
County of CLEARFIELD)

SS:

I, a Notary Public of the County and State aforesaid, do hereby certify that Michael S. Sensenich whose name is signed to the foregoing Structured Settlement Payment Right Purchase and Assignment Agreement, has this day acknowledged the same before me and that said signatory has signed said Structured Settlement Payment Right Purchase and Assignment Agreement as said signatory's free act and deed. Given under my hand this 28TH day of FEBRUARY, 2006.

Notarial Seal
Joyce M. DeLucia, Notary Public
Houtzdale Boro, Clearfield County
My Commission Expires May 13, 2006
Member, Pennsylvania Association Of Notaries

Joyce M. DeLucia
Notary Public
Commonwealth of Pennsylvania
Print Name Here: JOYCE M. DELUCIA
My Commission Expires: 5/13/06

PURCHASER: STRUCTURED ASSET FUNDING, LLC

By:

Andrew Savvsky
Andrew Savvsky, President

Date

3-8-06

EXHIBIT A TO STRUCTURED SETTLEMENT
PAYMENT RIGHT PURCHASE AGREEMENT

1. DATE OF AGREEMENT: This Agreement is dated and effective as of Purchaser's execution of the Agreement (or the date that is otherwise required by applicable law).
2. PARTIES TO AGREEMENT:
- A. Seller -- Michael S. Sensenich
RR 1 Box 683,
Osceola Mills, PA 16666
(814) 339-7837
SS#: 180-42-1266
DOB: April 5, 1965
- B. Purchaser -- Structured Asset Funding, LLC
1250 East Hallandale Beach Blvd., Penthouse A
Hallandale, FL 33009
(866) 876-3863
3. SETTLEMENT AND ANNUITY DOCUMENTS
- A. Settlement Agreement -- Joint Tortfeasor Release and Settlement Agreement date on or about June 17, 1997, by and between Michael S. Sensenich ("Plaintiffs"), Metropolitan Edison, Ball Builders Inc., S.J. Ball Construction and Cincinnati Insurance Company ("Defendants").
- B. Annuity Contract Number -- K2526639
- C. Qualified Assignment -- Not Available
- D. Annuity Issuer -- The Cincinnati Life Insurance Company
- E. Settlement Obligor -- The Cincinnati Insurance Company
4. SETTLEMENT PAYMENTS -- Three Hundred Sixty (360) monthly payments, each in the amount of Eight Hundred and 00/100 Dollars (\$800.00) beginning with the payment on July 1, 1997 and for life thereafter; plus One (1) Lump Sum payment in the amount of Eighty Six Thousand Five Hundred and 00/100 Dollars (\$86,500.00), due and payable on April 5, 2002; plus One (1) Lump Sum payment in the amount of Eighty Six Thousand Five Hundred and 00/100 Dollars (\$86,500.00), due and payable on April 5, 2007; plus One (1) Lump Sum payment in the amount of Eighty Six Thousand Five Hundred and 00/100 Dollars (\$86,500.00), due and payable on April 5, 2012.
5. PERIODIC PAYMENTS -- One (1) lump sum payment in the amount of Eighty Six Thousand Five Hundred and 00/100 Dollars (\$86,500.00), due and payable on April 5, 2012.
6. PURCHASE PRICE -- Forty Four Thousand Five Hundred and 00/100 Dollars (\$44,500.00).

This Exhibit A is incorporated into and made a part of the Periodic Payment Right Purchase and Assignment Agreement (the "Purchase Agreement"), to which this Exhibit A is attached, and the other Transaction Documents as if fully set forth and incorporated into said agreements, contracts, and documents, at length. Seller acknowledges that it is his/her intent to assign, sell, transfer, and convey to Purchaser the Periodic Payments described above. Seller acknowledges that the closing and funding of the Transaction described herein and in the Transaction Documents is expressly contingent upon entry of a final Court Order, as described in section 5.5 of the Purchase Agreement.

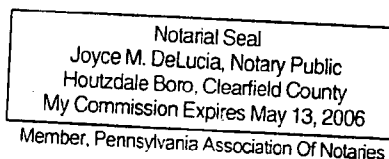
Michael S. Sensenich
Michael S. Sensenich

Acknowledgment for Michael S. Sensenich

Commonwealth of Pennsylvania)
County of CLEARFIELD)

SS:

I, a Notary Public of the County and State aforesaid, do hereby certify that Michael S. Sensenich whose name is signed to the foregoing Structured Settlement Payment Right Purchase and Assignment Agreement, has this day acknowledged the same before me and that said signatory has signed said Structured Settlement Payment Right Purchase and Assignment Agreement as said signatory's free act and deed. Given under my hand this 28TH day of FEBRUARY, 2006.



Joyce M. DeLucia
Notary Public
Commonwealth of Pennsylvania
Print Name Here: JOYCE M. DELUCIA
My Commission Expires: 5/13/06

**AFFIDAVIT OF MICHAEL S. SENSENICH IN SUPPORT OF HIS TRANSFER OF
STRUCTURED SETTLEMENT PAYMENT RIGHTS
TO STRUCTURED ASSET FUNDING, LLC**

I, Michael S. Sensenich, ("I", "Me", "We", "Seller"), being duly sworn upon my oath deposes and says:

1. I am forty (40) years old, of sound mind and fully and personally cognizant of all facts and matters stated in this Affidavit. I have never been adjudged incompetent by any court.
2. I reside at RR 1 Box 683, Osceola Mills, PA 16666.
3. My social security number is 180-42-1266 and my date of birth is April 5, 1965.
4. I have never been convicted of a felony.
5. I am married to Paula Killian Sensenich (d.o.b.) October 6, 1959.
6. I am signing and submitting this affidavit in connection with that certain Structured Settlement Periodic Payment Right Purchase and Assignment Agreement (the "Purchase Agreement") executed by and between myself as the Seller and Structured Asset Funding, L.L.C. ("SAF") as the Purchaser. Capitalized terms not otherwise defined in this Affidavit shall have the meanings given to them in the Purchase Agreement. The "Transaction" shall hereafter refer to the transaction set forth and described in the Purchase Agreement and the Closing Documents, involving the sale and assignment of my right to receive certain future payments to the Purchaser.
7. I have read and understand the Purchase Agreement and the other Closing Documents and understand the Transaction. I am fully aware of the economic consequences of this Transaction and am fully capable of managing my financial, personal and business affairs.
8. I was advised by SAF that I should talk and consult with my own independent professional advisors regarding the Purchase Agreement, the Closing Documents, and the Transaction. I have been provided ample opportunity to talk with others regarding the Transaction and have relied solely upon myself and/or upon the advice of my own accounting, tax, legal, and other advisors. SAF has not made any representations or assurances and has not provided me any advice regarding the legal, tax or other financial consequences of the Transaction.
9. I have agreed to sell, convey, assign, transfer and deliver to SAF or its designated assignee(s) certain structured settlement payment rights as set forth in Exhibit A to the Purchase Agreement (the "Transferred Payments").

10. I understand that I shall not be entitled to receive any of the Transferred Payments. I understand that I, and my beneficiaries/heirs, will no longer receive any of the Transferred Payments or any portion of the Transferred Payments. I understand that the Transferred Payments will go to SAF or its assign(s).
11. I intend to use the proceeds I receive from SAF under the Purchase Agreement to pay off outstanding debts and to make home improvements. My wife and I are currently over \$25,000.00 in debt. I intend to pay off all of these outstanding bills so I can better manage my finances and plan for a more secure financial future. In addition my home is in need of repair and improvements on which I plan to use the remaining balance of funds from this transaction. This will help me add to the value of my home. The court should also note that I am not selling my monthly payments only future lump sum payments, therefore, this transaction will have no affect on my current living situation, but rather help me by allowing me to pay off my debt and take care of my home improvements without the need to take out a home equity loan and avoiding the need for additional debt. I have determined that the sale of the Transferred Payments to SAF is fair and reasonable, will improve the quality of my life and is in my best interests, taking into account the welfare and support of my dependents. The transfer will not subject me or my dependents to economic hardship now or in the future.
12. I understand that the Settlement Agreement and/or other Settlement Documents may contain provisions that restrict or prohibit the assignment or sale of the Transferred Payments. I waive all such restrictions and prohibitions and desire to complete the Transaction notwithstanding such restrictions and prohibitions.
13. I understand and acknowledge that each of the representations, warranties, covenants, agreements, obligations, and duties I made under the Purchase Agreement and the other Closing Documents are being relied upon by SAF. I understand that if I breach or violate any of the terms of the Purchase Agreement or the other Closing Documents, SAF will suffer substantial damages as a result.
14. I will not, and will not permit anyone claiming by or through me (other than SAF), to do anything which would divert any Transferred Payments from SAF.
15. I recognize and accept the continuing and irrevocable duty and obligation under the Purchase Agreement to cooperate with SAF to make sure that SAF receives all of the Transferred Payments, including the duty to immediately deliver to SAF any checks, funds or other form of payment received by me which constitute any of the Transferred Payments. I understand that this duty exists regardless of whether the Transferred Payments are received by mistake or as a result of any action or omission on the part of SAF.
16. I have not previously pledged, promised, assigned, sold, or encumbered any of my rights in or to the Transferred Payments which are the subject of this transaction, nor have any such Transferred Payments ever been attached, levied, foreclosed upon, seized, restricted, or subjected to garnishment or other legal process or proceeding.

17. To the best of my knowledge I previously assigned the following payments to Structured Asset Funding, LLC: One (1) lump sum payment of Eighty Six Thousand Five Hundred Dollars (\$86,500.00) due and payable on April 5, 2007; and to Stone Street Capital One (1) lump sum payment of Eighty Six Thousand Five Hundred Dollars (\$86,500.00) due and payable on April 5, 2002.
18. The transfer, assignment, and conveyance of the Transferred Payments to SAF under the Purchase Agreement shall constitute an absolute assignment and conveyance to SAF of the Transferred Payments. Said assignment, transfer and conveyance is not intended to, nor shall it ever be construed as, a loan from SAF to me nor shall it create any type of partnership or other joint ownership arrangement between myself and SAF.
19. I hereby acknowledge that my execution and delivery of this sworn Affidavit is being made as a material inducement in SAF's decision and willingness to accept the Purchase Agreement and pay the Purchase Price and that BUT FOR MY EXECUTION AND DELIVERY OF THIS SWORN AFFIDAVIT, SAF WOULD NOT PAY THE PURCHASE PRICE OR PURCHASE OR ACCEPT THE TRANSFERRED PAYMENTS, BUT RATHER WOULD TERMINATE THE PURCHASE AGREEMENT.

[Remainder of this document left intentionally blank]

SUBSCRIBED TO AND SWORN TO BEFORE ME on this the 28TH day of FEBRUARY, 2006.

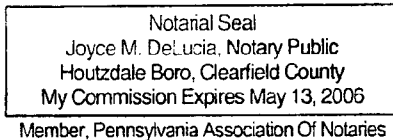
Michael S. Sensenich
Michael S. Sensenich

Acknowledgment for Michael S. Sensenich

Commonwealth of Pennsylvania)
County of CLEARFIELD)

SS:

I, a Notary Public of the County and State aforesaid, do hereby certify that Michael S. Sensenich, whose name is signed to the foregoing Affidavit has this day acknowledged the same before me and that said signatory has signed said Affidavit as said signatory's free act and deed. Given under my hand this 28TH day of FEBRUARY, 2006.



Joyce M. DeLucia
Notary Public
Commonwealth of Pennsylvania

Print Name Here:

Joyce M. DeLucia

My Commission Expires:

5/13/06

PENNSYLVANIA DISCLOSURE STATEMENT

Payee: Michael S. Sensenich - Resident of: Pennsylvania

- A. The amounts and due dates of the structured settlement payments to be transferred: One (1) lump sum payment in the amount of Eighty Six Thousand Five Hundred and 00/100 Dollars (\$86,500.00), due and payable on April 5, 2012.
- B. The aggregate amount of the payments: \$86,500.00.
- C. The discounted present value of the payments, together with the discount rate used in determining the discounted present value: \$62,490.79. This amount is determined by applying the applicable federal rate of 5.4% as of January, 2006.
- D. The gross amount payable to the payee in exchange for the structured settlement payments: \$44,500.00.
- E. The following is an itemized listing of all brokers' commissions, service charges, application or processing fees, closing costs, filing or administrative fees, legal fees, notary fees and other commissions, fees, costs, expenses, and charges payable by the Payee or deductible from the gross amount otherwise payable to the Payee: \$0.00.
- F. Independent Professional Advice. Payee will be solely responsible for any independent professional advice or advisor's fees related to the rendering of any advice regarding Payee's transfer of structured settlement payments. These fees are in addition to any legal or other fees estimated above.

M.S.S.
Payee's Initials

G. The net amount payable to the Payee after deducting all commissions, fees, costs, expenses, and charges described in subparagraph E: \$44,500.00.

H. The net amount that you will receive from us in exchange for your future structured settlement payments represent 71.21% of the estimated current value of the payments based upon the discounted value using the applicable federal rate. This percentage is the "quotient" and it is obtained by dividing the net payment amount by the discounted present value of the payments.

I. The amount of any penalty and the aggregate amount of any liquidated damages, including penalties, payable by the Payee in the event of a breach of the transfer agreement by the Payee: \$0.00.

By signing below, I am confirming that I received a copy of this disclosure statement at least ten (10) days prior to the date on which I first incurred an obligation with respect to the transfer agreement with Structured Asset Funding, LLC, pursuant to Pennsylvania's Structured Settlement Protection Act.

By my signature, I am also confirming that I received a written notice on a separate sheet that contains the following statement: "IMPORTANT NOTICE: You are strongly urged to consult with an attorney who can advise you of the potential tax consequences of this transaction."

1-20-06
DATED

Michael A. Sensenich
MICHAEL S. SENSENICH

M.S.S.
Payee's Initials

IMPORTANT NOTICE: You are strongly urged to consult with an attorney who can advise you of the potential tax consequences of this transaction.

M.S.S.
Payee's Initials

I, Michael S. Sensenich, hereby affirm that prior to entering into a Structured Settlement Payment Right Purchase and Assignment Agreement for the transfer of my structured settlement payment rights, I received an Important Notice from Structured Asset Funding, LLC on a separate sheet. In the Important Notice, Structured Asset Funding, LLC strongly urged me to consult with an attorney who can advise me of the potential tax consequences of this Transaction. The Important Notice was in bold print and at least 12-point type on a separate sheet of paper.

Michael S. Sensenich
Michael S. Sensenich

1-20-06
Date

* * * * *

A copy of the Important Notice that I,
Michael S. Sensenich, received appears below:

IMPORTANT NOTICE: You are strongly urged to consult with an attorney who can advise you of the potential tax consequences of this transaction.

IMPORTANT NOTICE (PA)

Payee: Michael S. Sensenich

IMPORTANT NOTICE: You are strongly urged to consult with an attorney who can advise you of the potential tax consequences of this transaction.

AFFIDAVIT OF
INDEPENDENT PROFESSIONAL ADVICE

I, Michael S. Sensenich, ("I", "Me", "Seller"), being duly sworn upon my oath depose and say:

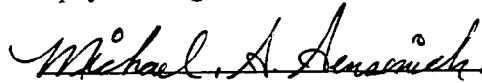
1. I am of sound mind and fully and personally cognizant of all facts and matters stated in this Affidavit. I have never been adjudged incompetent by any court.
2. On or about February, 2006, I entered into a Structured Settlement Payment Right Purchase and Assignment Agreement with Structured Asset Funding, LLC (the "Agreement") to transfer certain structured settlement payment rights.
3. With regard to said Agreement, I received a Disclosure Statement from Structured Asset Funding, LLC in which I was strongly urged to seek advice from an attorney who can advise me of the potential tax consequences of this transaction.
4. Accordingly,
 - a. I have received independent professional advice regarding the transfer of my structured settlement payment rights from (provide name, firm, address and telephone number): _____

_____.

Signature

OR

- b. I understand the potential tax consequences of this transaction and hereby expressly waive my right to seek advice regarding the transfer of my structured settlement payment rights.


Signature

2-28-06
Date

Commonwealth of Pennsylvania)
County of CLEARFIELD)

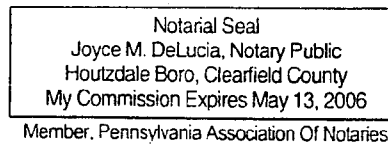
On this, the 28TH day of FEBRUARY, 2006, before me a Notary Public, the undersigned officer, personally appeared Michael S. Sensenich, known to me (or satisfactorily proven) to be the person whose name is subscribed to the within instrument, and acknowledged that said signatory executed the same for the purposes therein contained.

In witness whereof, I hereunto set my hand and official seal.

Joyce M. DeLucia
Notary Public

Joyce M. DeLucia
Print Name

My Commission Expires: 5/13/06



I.R.C. § 5891

UNITED STATES CODE ANNOTATED
TITLE 26. INTERNAL REVENUE CODE
SUBTITLE E--ALCOHOL, TOBACCO, AND CERTAIN OTHER EXCISE TAXES
CHAPTER 55--STRUCTURED SETTLEMENT FACTORING TRANSACTIONS

Copr. © West Group 2002. No claim to Orig. U.S. Govt. Works.

Current through P.L. 107-136, approved 1-24-02

§ 5891. Structured settlement factoring transactions

(a) **Imposition of tax.**--There is hereby imposed on any person who acquires directly or indirectly structured settlement payment rights in a **structured settlement factoring transaction** a tax equal to 40 percent of the factoring discount as determined under subsection (c)(4) with respect to such factoring transaction.

(b) **Exception for certain approved transactions.**--

(1) **In general.**--The tax under subsection (a) shall not apply in the case of a **structured settlement factoring transaction** in which the transfer of structured settlement payment rights is approved in advance in a qualified order.

(2) **Qualified order.**--For purposes of this section, the term "qualified order" means a final order, judgment, or decree which--

(A) finds that the transfer described in paragraph (1)--

(i) does not contravene any Federal or State statute or the order of any court or responsible administrative authority, and

(ii) is in the best interest of the payee, taking into account the welfare and support of the payee's dependents, and

(B) is issued--

(i) under the authority of an applicable State statute by an applicable State court, or

(ii) by the responsible administrative authority (if any) which has exclusive jurisdiction over the underlying action or proceeding which was resolved by means of the structured settlement.

(3) **Applicable State statute.**--For purposes of this section, the term "applicable State statute" means a statute providing for the entry of an order, judgment, or decree described in paragraph (2)(A) which is enacted by--

(A) the State in which the payee of the structured settlement is domiciled, or

(B) if there is no statute described in subparagraph (A), the State in which either the party to the structured settlement (including an assignee under a qualified assignment under section 130) or the person issuing the funding asset for the structured settlement is domiciled or has its principal place of business.

(4) **Applicable State court.**--For purposes of this section--

(A) **In general.**--The term "applicable State court" means, with respect to any applicable State statute, a court of

the State which enacted such statute.

(B) Special rule.--In the case of an applicable State statute described in paragraph (3)(B), such term also includes a court of the State in which the payee of the structured settlement is domiciled.

(5) Qualified order dispositive.--A qualified order shall be treated as dispositive for purposes of the exception under this subsection.

(c) Definitions.--For purposes of this section--

(1) Structured settlement.--The term "structured settlement" means an arrangement--

(A) which is established by--

(i) suit or agreement for the periodic payment of damages excludable from the gross income of the recipient under section 104(a)(2), or

(ii) agreement for the periodic payment of compensation under any workers' compensation law excludable from the gross income of the recipient under section 104(a)(1), and

(B) under which the periodic payments are--

(i) of the character described in subparagraphs (A) and (B) of section 130(c)(2), and

(ii) payable by a person who is a party to the suit or agreement or to the workers' compensation claim or by a person who has assumed the liability for such periodic payments under a qualified assignment in accordance with section 130.

(2) Structured settlement payment rights.--The term "structured settlement payment rights" means rights to receive payments under a structured settlement.

(3) Structured settlement factoring transaction.--

(A) In general.--The term "structured settlement factoring transaction" means a transfer of structured settlement payment rights (including portions of structured settlement payments) made for consideration by means of sale, assignment, pledge, or other form of encumbrance or alienation for consideration.

(B) Exception.--Such term shall not include--

(i) the creation or perfection of a security interest in structured settlement payment rights under a blanket security agreement entered into with an insured depository institution in the absence of any action to redirect the structured settlement payments to such institution (or agent or successor thereof) or otherwise to enforce such blanket security interest as against the structured settlement payment rights, or

(ii) a subsequent transfer of structured settlement payment rights acquired in a **structured settlement factoring transaction**.

(4) Factoring discount.--The term "factoring discount" means an amount equal to the excess of--

(A) the aggregate undiscounted amount of structured settlement payments being acquired in the **structured settlement factoring transaction**, over

(B) the total amount actually paid by the acquirer to the person from whom such structured settlement payments are acquired.

(5) Responsible administrative authority.--The term "responsible administrative authority" means the

administrative authority which had jurisdiction over the underlying action or proceeding which was resolved by means of the structured settlement.

(6) State.--The term "State" includes the Commonwealth of Puerto Rico and any possession of the United States.

(d) Coordination with other provisions.--

(1) In general.--If the applicable requirements of sections 72, 104(a)(1), 104(a)(2), 130, and 461(h) were satisfied at the time the structured settlement involving structured settlement payment rights was entered into, the subsequent occurrence of a **structured settlement factoring transaction** shall not affect the application of the provisions of such sections to the parties to the structured settlement (including an assignee under a qualified assignment under section 130) in any taxable year.

(2) No withholding of tax.--The provisions of section 3405 regarding withholding of tax shall not apply to the person making the payments in the event of a **structured settlement factoring transaction**.

CREDIT(S)
2002 Pocket Part

(Added Pub.L. 107-134, Title I, § 115(a), Jan. 23, 2002, 115 Stat. 2436.)

<General Materials (GM) - References, Annotations, or Tables>

HISTORICAL AND STATUTORY NOTES

Revision Notes and Legislative Reports

2002 Acts. Statement of President, see 2001 U.S. Code Cong. and Adm. News, p. 1812.

Effective and Applicability Provisions

2002 Acts. Pub.L. 107-134, Title I, § 115(c), Jan. 23, 2002, 115 Stat. 2438, provided that:

"(1) In general.--The amendments made by this section [enacting this chapter] (other than the provisions of section 5891(d) of the Internal Revenue Code of 1986, as added by this section [26 U.S.C.A. § 5891(d)]) shall apply to **structured settlement factoring transactions** (as defined in section 5891(c) of such Code (as so added) [26 U.S.C.A. § 5891(c)]) entered into on or after the 30th day following the date of the enactment of this Act [Jan. 23, 2002].

"(2) Clarification of existing law.--Section 5891(d) of such Code (as so added) [26 U.S.C.A. § 5891(d)] shall apply to **structured settlement factoring transactions** (as defined in section 5891(c) of such Code (as so added) [26 U.S.C.A. § 5891(c)]) entered into before, on, or after such 30th day.

"(3) Transition rule.--In the case of a **structured settlement factoring transaction** entered into during the period beginning on the 30th day following the date of the enactment of this Act [Jan. 23, 2002] and ending on July 1,

2002, no tax shall be imposed under section 5891(a) of such Code [26 U.S.C.A. § 5891(a)] if--

"(A) The structured settlement payee is domiciled in a State (or possession of the United States) which has not enacted a statute providing that the **structured settlement factoring transaction** is ineffective unless the transaction has been approved by an order, judgment, or decree of a court (or where applicable, a responsible administrative authority) which finds that such transaction--

"(i) does not contravene any Federal or State statute or the order of any court (or responsible administrative authority); and

"(ii) is in the best interest of the structured settlement payee or is appropriate in light of a hardship faced by the payee; and

"(B) the person acquiring the structured settlement payment rights discloses to the structured settlement payee in advance of the **structured settlement factoring transaction** the amounts and due dates of the payments to be transferred, the aggregate amount to be transferred, the consideration to be received by the structured settlement payee for the transferred payments, the discounted present value of the transferred payments (including the present value as determined in the manner described in section 7520 of such Code [26 U.S.C.A. § 7520]), and the expenses required under the terms of the **structured settlement factoring transaction** to be paid by the structured settlement payee or deducted from the proceeds of such transaction."

26 U.S.C.A. § 5891

26 USCA § 5891

END OF DOCUMENT

IN THE COURT OF COMMON PLEAS OF CLEARFIELD COUNTY
PENNSYLVANIA
CIVIL DIVISION

IN RE: PETITION OF MICHAEL S. SENSENICH :
TO TRANSFER STRUCTURED :
SETTLEMENT PAYMENT :
RIGHTS :

No.

FINAL ORDER OF COURT

AND NOW, this _____ day of _____, 2006, upon presentation of the
Petition of Michael S. Sensenich ("Sensenich") to Transfer Structured Settlement Payment
Rights pursuant to the Structured Settlement Protection Act, 40 P.S. §§ 4001-4009, it appearing
to this Court that proper notice of the filing and presentation of this Petition was given to the
Settlement Obligor, The Cincinnati Insurance Company and the Annuity Issuer, The Cincinnati
Life Insurance Company; and it further appearing that The Cincinnati Insurance Company and
The Cincinnati Life Insurance Company have not opposed the Petition; after due consideration,
this Court finds as follows:

1. This Court has subject matter and personal jurisdiction.
2. The transfer complies with the requirements of the Structured Settlement
Protection Act, 40 P.S. §§ 4001-4009, 26 U.S.C. §5891, *et seq.*, and will not contravene other
applicable Federal or State statutes or regulations or any applicable law limiting the transfer of
workers' compensation claims.

3. Not less than ten (10) days prior to the date upon which the Petitioner first incurred any obligation with respect to the transfer, the Transferee, Structured Asset Funding, LLC provided the Petitioner a disclosure statement setting forth in boldface, minimum 12-point size type all of the following:

- a. The amounts and due dates of the structured settlement payments to be transferred.
- b. The aggregate amount of such payments.
- c. The discounted present value of such payments, together with the discount rate or rates used in determining such discounted present value.
- d. The gross amount payable to the Petitioner in exchange for such payments.
- e. An itemized listing of all brokers' commissions, service charges, application or processing fees, closing costs, filing or administrative charges, legal fees, notary fees and other commissions, fees, costs, expenses and charges payable by the Petitioner or deductible from the gross amount otherwise payable to the Petitioner.
- f. The net amount payable to the Petitioner after deduction of all commissions, fees, costs, expenses, and charges described above.
- g. The quotient, expressed as a percentage, obtained by dividing the net payment amount by the discounted present value of the payments.
- h. The amount of any penalty and the aggregate of any liquidated damages, inclusive of penalties, payable by the Petitioner in the event of any breach of the Purchase Agreement by the Petitioner.

4. The Petitioner has established that the transfer is in his best interests, taking into account the welfare and support of the Petitioner's dependents, if any, at time of entry of this Order of Court.

5. The Petitioner has waived independent legal advice regarding the implications of the transfer, including consideration of the tax ramifications of the transfer.

6. The transfer has been expressly approved in writing by the Petitioner, and at the time the Petitioner and the Transferee proposed to enter into the Purchase Agreement, a favorable tax result was in effect. The approvals of the Annuity Issuer and Settlement Obligor are not required.

7. The Petitioner has given written notice pursuant to 40 P.S. § 4003 (a)(6) of the Transferee's name, address, and taxpayer identification number to the Annuity Issuer, and the Structured Settlement Obligor, and a copy of the written notice has been filed with the Court.

8. Prior to entering into the Purchase Agreement the Petitioner was provided with a written notice on a separate sheet that contains the following, in boldface, minimum 12-point size type required by 40 P.S. §§ 4003 (b):

"IMPORTANT NOTICE: You are strongly urged to consult with an attorney who can advise you of the potential tax consequences of this transaction."

9. Not less than 20 days prior to the scheduled hearing on the petition for authorization of a transfer of structured settlement payment rights under 40 P.S. § 4003, the Petitioner filed with the Court and served on the Transferee a notice of the proposed transfer and the application for its authorization, including in the notice a copy of the Petitioner's Petition to the Court, a copy of the Purchase Agreement, a copy of the disclosure statement required under 40 P.S. § 4003, notification that the Transferee, the structured settlement obligor or the annuity issuer is entitled to support, oppose or otherwise respond to the Petition, either in person or by counsel, by submitting written comments to the Court or by participating in the hearing and notification of the time and place of the hearing and notification of the manner in which and the time by which written responses to the Petition must be filed.

10. The Purchase Agreement does not authorize Transferee or any other party to confess judgment or consent to entry of judgment against Petitioner.

11. The Petitioner shall retain all right and interest in receiving the remaining balance not assigned of: monthly payments of \$800.00 to Petitioner, guaranteed for a minimum period of thirty (30) years, commencing July 1, 1997 through and including June 1, 2027 and for life thereafter (the "non-assigned payments").

NOW THEREFORE, in consideration of the foregoing findings, it is hereby ORDERED, ADJUDGED and DECREED that the Petition to Transfer Structured Settlement Payment Rights pursuant to the Structured Settlement Protection Act, 40 P.S. §§ 4001-4009 be and is hereby GRANTED as follows:

A. The transfer by Petitioner Sensenich, to Transferee, Structured Asset Funding, LLC and its successors and assigns, of the Transferred Payments (consisting of: one (1) lump sum payment of \$86,500.00 due on April 5, 2012) is hereby APPROVED.

B. The Cincinnati Insurance Company shall direct The Cincinnati Life Insurance Company to send the Transferred Payment to Structured Asset Funding, LLC and its successors and/or assigns care of the following address:

Structured Asset Funding, LLC
757 SE 17th Street, #360
Fort Lauderdale, FL 33316

or such other address as Structured Asset Funding, LLC and its successors and/or assigns may designate upon written notice to The Cincinnati Insurance Company/The Cincinnati Life Insurance Company. Nothing in this Final Order shall prevent Structured Asset, its successors or assigns, from assigning its right, title or interest in the right to receive the Transferred Payment to any other entity.

C. The death of Petitioner Sensenich prior to the due date of the last Transferred Payment shall not adversely affect the transfer of the Transferred Payment from Petitioner

Sensenich to Structured Asset Funding, LLC. Petitioner Sensenich acknowledges that he is transferring all of his right, title and interest to the Transferred Payments on behalf of himself and his estate to Structured Asset, its successors and assigns.

D. Pursuant to the Act, this Court orders that The Cincinnati Insurance Company and The Cincinnati Life Insurance Company are hereby discharged and immune from all liability to the Petitioner, anyone claiming through the Petitioner, or to any other person or entity (except Structured Asset Funding, LLC, per the terms of this Order) for the Transferred Payment or for disclosures made in or related to this Order.

E. This Order shall be read in conjunction with prior order(s) of this or any other Court transferring payments to Structured Asset Funding, LLC, and the payments transferred herein shall be in addition to payments transferred pursuant to any such prior order(s).

F. All interested parties, including Petitioner, the Transferee, the Structured Settlement Obligor, and the Annuity Issuer shall abide by the terms of the Purchase Agreement in all respects. This Order shall be considered a "qualified order" for purposes of 26 U.S.C.A. § 5891. Notice of the entry of this Order shall be served by Petitioner on all parties and Proof of Service shall be filed with the Court. Jurisdiction shall remain with this Court.

BY THE COURT:

_____. J.

CA

IN THE COURT OF COMMON PLEAS OF CLEARFIELD COUNTY
PENNSYLVANIA
CIVIL DIVISION

FILED
09:40 AM
MAR 21 2006

William A. Shaw
Prothonotary/Clerk of Courts
ICC Atty Monks

IN RE: PETITION OF MICHAEL S. SENSENICH
TO TRANSFER STRUCTURED
SETTLEMENT PAYMENT
RIGHTS

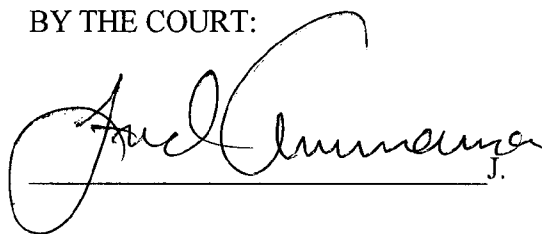
No. 2006-402-CD

ORDER OF COURT
SCHEDULING HEARING DATE

AND NOW, this 17th day of March, 2006, upon the filing and presentation of the
Petition to Transfer Structured Settlement Payment Rights pursuant to the Structured Settlement
Protection Act, 40 P.S. §§ 4001-4009, it is hereby ORDERED that a hearing thereon is set for
the 18th day of April, 2006 at 2:00 p.m. in Courtroom 1 before
the Honorable Fredric J. Ammerman.

Petitioner shall provide notice of the time and date set for hearing, a copy of the Petition
filed, and the Transfer Disclosure, to the Settlement Obligor, and the Annuity Issuer, as set forth
in the Petition, and shall in all other respects comply with the terms of the aforementioned
statute.

BY THE COURT:



IN THE COURT OF COMMON PLEAS OF CLEARFIELD COUNTY
PENNSYLVANIA
CIVIL DIVISION

FILED ^{no cc}
m/2:0430
MAR 24 2006
LM

IN RE: PETITION OF MICHAEL S. SENSENICH
TO TRANSFER STRUCTURED
SETTLEMENT PAYMENT
RIGHTS

William A. Shaw
Prothonotary/Clerk of Courts

No. 2006 – 402 - CD

**NOTICE OF PROPOSED TRANSFER OF
STRUCTURED SETTLEMENT PAYMENT RIGHTS**

To: The Cincinnati Insurance Company
6200 South Gilmore Road
Fairfield, OH 45014-5141
(Settlement Obligor)

The Cincinnati Life Insurance Company
6200 South Gilmore Road
Fairfield, OH 45014-5141
(Annuity Issuer)

Structured Asset Funding, LLC
1250 East Hallandale Beach Blvd.
Suite 406
Hallandale, FL 33009
Attn: C. Duane West, Esquire
(Transferee)

Michael S. Sensenich
RD 1, Box 683,
Osceola Mills, PA 16666
(Payee)

Please take notice that a Petition to Transfer Structured Settlement Payment Rights has been filed in the Court of Common Pleas of Clearfield County, Pennsylvania. A Scheduling Order has been issued by the court requiring that responses or objections of the transferee, structured settlement obligor or the annuity issuer, be brought before the court either in writing or by personal appearance, at a hearing set for April 18, 2006, at 2:00 p.m. in Courtroom 1, before the Honorable President Judge Fredric J. Ammerman. (A copy of the scheduling order entered March 17, 2006, is included with this notice).

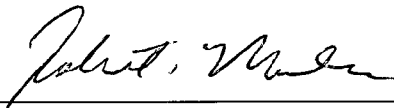
Provided with this notice is a copy of the Petition to Transfer Structured Settlement Payment Rights, including as attachments thereto a copy of the Transfer Agreement, and a copy of the Transfer Disclosure Statement required by 40 P.S. § 4003 (2).

Pursuant to 40 P.S. § 4003 (6), notice of the transferee's name, address and taxpayer identification number are as follows:

Structured Asset Funding, LLC
757 SE 17th Street, # 360
Fort Lauderdale, FL 33316
(TIN: 82-0561706)

Respectfully submitted,

Jones, Gregg, Creehan & Gerace, LLP

By: 

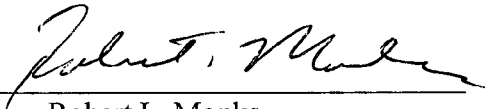
Robert L. Monks
PA I.D.# 52760
411 Seventh Avenue
Suite 1200
Pittsburgh, PA 15219
412-261-6400
Attorney for Petitioner, Michael S.
Sensenich

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of this Notice of Proposed Transfer of Structured Settlement Payment Rights, the Petition to Transfer Structured Settlement Payment Rights and the Transfer Disclosure Statement, and the Scheduling Order have been served via certified mail, return-receipt requested upon the persons and entities, and at the addresses listed above, this 22nd day of March, 2006.

Respectfully submitted,

Jones, Gregg, Creehan & Gerace, LLP

By: 

Robert L. Monks
PA I.D.# 52760
411 Seventh Avenue
Suite 1200
Pittsburgh, PA 15219
412-261-6400
Attorney for Petitioner, Michael S.
Sensenich

IN THE COURT OF COMMON PLEAS OF CLEARFIELD COUNTY
PENNSYLVANIA
CIVIL DIVISION

IN RE: PETITION OF MICHAEL S. SENSENICH :
TO TRANSFER STRUCTURED :
SETTLEMENT PAYMENT :
RIGHTS :

No. 2006 – 402 - CD

AFFIDAVIT OF SERVICE OF NOTICE OF
FILING OF PETITION AND NOTICE OF HEARING

Before me, the undersigned authority, personally appeared, Robert L. Monks, who, after being first duly sworn according to law, deposes and says that on March 22, 2006, he served true and correct copies of the Petition of Michael S. Sensenich to Transfer Structured Settlement Payment Rights including a copy of the Transfer Disclosure, a copy of the Notice of Proposed Transfer of Structured Settlement Payment Rights, and a copy of the Order of Court scheduling the hearing date for April 18, 2006, at 2:00 p.m., via certified mail, return-receipt requested, upon the following:

The Cincinnati Insurance Company
6200 South Gilmore Road
Fairfield, OH 45014-5141
(Settlement Obligor)

The Cincinnati Life Insurance Company
6200 South Gilmore Road
Fairfield, OH 45014-5141
(Annuity Issuer)

FILED *no cc*
m 112:41/61
APR 03 2006 *JS*

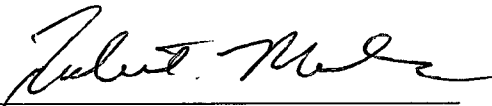
William A. Shaw
Prothonotary/Clerk of Courts

Structured Asset Funding, LLC
1250 East Hallandale Beach Blvd.
Suite 406
Hallandale, FL 33009
Attn: C. Duane West
(Transferee)

Copies of the certified mail return-receipts are attached hereto as Exhibit "A."

Respectfully submitted,

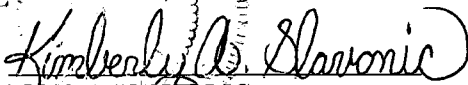
Jones, Gregg, Creehan & Gerace, LLP

By: 

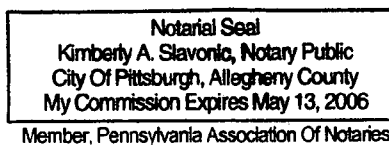
Robert L. Monks
PA I.D. No. 52760
411 Seventh Avenue
Suite 1200
Pittsburgh, PA 15219
412-261-6400

Counsel for Petitioner, Michael S. Sensenich

Sworn to and subscribed before me
this 31st day of March, 2006.


NOTARY PUBLIC

My Commission Expires:



SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

The Cincinnati Insurance Company
6200 South Gilmore Road
Fairfield, OH 45014-5141

2. Article Number
(Transfer from)

7005 1820 0004 0463 8288

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

Jeff Metzger

☒ Agent☐ Addressee

B. Received by (Printed Name)

JEFF METZGER

C. Date of Delivery

3/27/06

D. Is delivery address different from item 1? ☐ YesIf YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail☐ Express Mail☐ Registered☒ Return Receipt☐ Insured Mail☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

The Cincinnati Life Insurance Company
6200 South Gilmore Road
Fairfield, OH 45014-5141

2. Article Number
(Transfer from)

7005 1820 0004 0463 8295

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

Jeff Metzger

☒ Agent☐ Addressee

B. Received by (Printed Name)

JEFF METZGER

C. Date of Delivery

3/24/06

D. Is delivery address different from item 1? ☐ YesIf YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail☐ Express Mail☐ Registered☒ Return Receipt for Merchandise☐ Insured Mail☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Structured Asset Funding, LLC
1250 East Hallandale Beach Boulevard
Penthouse A
Hallandale, FL 33009

2. Article Number
(Transfer from)

7004 1350 0000 5502 6752

PS Form 3811, February 2004

102595-02-M-1540

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

D. Solis

☐ Agent☐ Addressee

B. Received by (Printed Name)

D. Solis

C. Date of Delivery

3/27

D. Is delivery address different from item 1? ☐ YesIf YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail☐ Express Mail☐ Registered☒ Return Receipt☐ Insured Mail☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

Exhibit A

IN THE COURT OF COMMON PLEAS OF CLEARFIELD COUNTY
PENNSYLVANIA
CIVIL DIVISION

IN RE: PETITION OF MICHAEL S. SENSENICH
TO TRANSFER STRUCTURED
SETTLEMENT PAYMENT
RIGHTS

FILED
O 2:34 PM 6K
APR 18 2006

William A. Shaw
Prothonotary/Clerk of Courts

ICC ATTY
Monks

No. 2006 - 402 - CD

FINAL ORDER OF COURT

AND NOW, this 18th day of April, 2006, upon presentation of the unopposed Petition of Michael S. Sensenich ("Sensenich") to Transfer Structured Settlement Payment Rights pursuant to the Structured Settlement Protection Act, 40 P.S. §§ 4001-4009, it appearing to this Court that proper notice of the filing and presentation of this Petition was given to the Settlement Obligor, The Cincinnati Insurance Company and the Annuity Issuer, The Cincinnati Life Insurance Company; and it further appearing that The Cincinnati Insurance Company and The Cincinnati Life Insurance Company have not opposed the Petition; after due consideration, this Court finds as follows:

1. This Court has subject matter and personal jurisdiction.
2. The transfer complies with the requirements of the Structured Settlement Protection Act, 40 P.S. §§ 4001-4009, 26 U.S.C. §5891, *et seq.*, and will not contravene other applicable Federal or State statutes or regulations or any applicable law limiting the transfer of workers' compensation claims.

3. Not less than ten (10) days prior to the date upon which the Petitioner first incurred any obligation with respect to the transfer, the Transferee, Structured Asset Funding, LLC provided the Petitioner a disclosure statement setting forth in boldface, minimum 12-point size type all of the following:

- a. The amounts and due dates of the structured settlement payments to be transferred.
- b. The aggregate amount of such payments.
- c. The discounted present value of such payments, together with the discount rate or rates used in determining such discounted present value.
- d. The gross amount payable to the Petitioner in exchange for such payments.
- e. An itemized listing of all brokers' commissions, service charges, application or processing fees, closing costs, filing or administrative charges, legal fees, notary fees and other commissions, fees, costs, expenses and charges payable by the Petitioner or deductible from the gross amount otherwise payable to the Petitioner.
- f. The net amount payable to the Petitioner after deduction of all commissions, fees, costs, expenses, and charges described above.
- g. The quotient, expressed as a percentage, obtained by dividing the net payment amount by the discounted present value of the payments.
- h. The amount of any penalty and the aggregate of any liquidated damages, inclusive of penalties, payable by the Petitioner in the event of any breach of the Purchase Agreement by the Petitioner.

4. The Petitioner has established that the transfer is in his best interests, taking into account the welfare and support of the Petitioner's dependents, if any, at time of entry of this Order of Court.

5. The Petitioner has waived independent legal advice regarding the implications of the transfer, including consideration of the tax ramifications of the transfer.

6. The transfer has been expressly approved in writing by the Petitioner, and at the time the Petitioner and the Transferee proposed to enter into the Purchase Agreement, a favorable tax result was in effect. The approvals of the Annuity Issuer and Settlement Obligor are not required.

7. The Petitioner has given written notice pursuant to 40 P.S. § 4003 (a)(6) of the Transferee's name, address, and taxpayer identification number to the Annuity Issuer, and the Structured Settlement Obligor, and a copy of the written notice has been filed with the Court.

8. Prior to entering into the Purchase Agreement the Petitioner was provided with a written notice on a separate sheet that contains the following, in boldface, minimum 12-point size type required by 40 P.S. §§ 4003 (b):

"IMPORTANT NOTICE: You are strongly urged to consult with an attorney who can advise you of the potential tax consequences of this transaction."

9. Not less than 20 days prior to the scheduled hearing on the petition for authorization of a transfer of structured settlement payment rights under 40 P.S. § 4003, the Petitioner filed with the Court and served on the Transferee a notice of the proposed transfer and the application for its authorization, including in the notice a copy of the Petitioner's Petition to the Court, a copy of the Purchase Agreement, a copy of the disclosure statement required under 40 P.S. § 4003, notification that the Transferee, the structured settlement obligor or the annuity issuer is entitled to support, oppose or otherwise respond to the Petition, either in person or by counsel, by submitting written comments to the Court or by participating in the hearing and notification of the time and place of the hearing and notification of the manner in which and the time by which written responses to the Petition must be filed.

10. The Purchase Agreement does not authorize Transferee or any other party to confess judgment or consent to entry of judgment against Petitioner.

11. The Petitioner shall retain all right and interest in receiving the remaining balance not assigned of: monthly payments of \$800.00 to Petitioner, guaranteed for a minimum period of thirty (30) years, commencing July 1, 1997 through and including June 1, 2027 and for life thereafter (the "non-assigned payments").

NOW THEREFORE, in consideration of the foregoing findings, it is hereby ORDERED, ADJUDGED and DECREED that the Petition to Transfer Structured Settlement Payment Rights pursuant to the Structured Settlement Protection Act, 40 P.S. §§ 4001-4009 be and is hereby GRANTED as follows:

A. The transfer by Petitioner Sensenich, to Transferee, Structured Asset Funding, LLC and its successors and assigns, of the Transferred Payments (consisting of: one (1) lump sum payment of \$86,500.00 due on April 5, 2012) is hereby APPROVED.

B. The Cincinnati Insurance Company shall direct The Cincinnati Life Insurance Company to send the Transferred Payment to Structured Asset Funding, LLC and its successors and/or assigns care of the following address:

Structured Asset Funding, LLC
757 SE 17th Street, #360
Fort Lauderdale, FL 33316

or such other address as Structured Asset Funding, LLC and its successors and/or assigns may designate upon written notice to The Cincinnati Insurance Company/The Cincinnati Life Insurance Company. Nothing in this Final Order shall prevent Structured Asset, its successors or assigns, from assigning its right, title or interest in the right to receive the Transferred Payment to any other entity.

C. The death of Petitioner Sensenich prior to the due date of the last Transferred Payment shall not adversely affect the transfer of the Transferred Payment from Petitioner

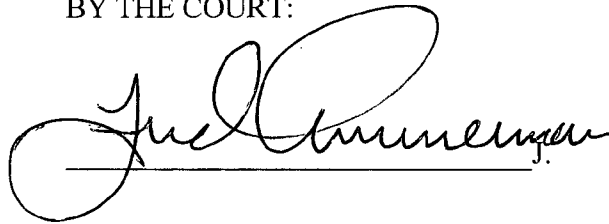
Sensenich to Structured Asset Funding, LLC. Petitioner Sensenich acknowledges that he is transferring all of his right, title and interest to the Transferred Payments on behalf of himself and his estate to Structured Asset, its successors and assigns.

D. Pursuant to the Act, this Court orders that The Cincinnati Insurance Company and The Cincinnati Life Insurance Company are hereby discharged and immune from all liability to the Petitioner, anyone claiming through the Petitioner, or to any other person or entity (except Structured Asset Funding, LLC, per the terms of this Order) for the Transferred Payment or for disclosures made in or related to this Order.

E. This Order shall be read in conjunction with prior order(s) of this or any other Court transferring payments to Structured Asset Funding, LLC, and the payments transferred herein shall be in addition to payments transferred pursuant to any such prior order(s).

F. All interested parties, including Petitioner, the Transferee, the Structured Settlement Obligor, and the Annuity Issuer shall abide by the terms of the Purchase Agreement in all respects. This Order shall be considered a "qualified order" for purposes of 26 U.S.C.A. § 5891. Notice of the entry of this Order shall be served by Petitioner on all parties and Proof of Service shall be filed with the Court. Jurisdiction shall remain with this Court.

BY THE COURT:



IN THE COURT OF COMMON PLEAS OF CLEARFIELD COUNTY
PENNSYLVANIA
CIVIL DIVISION

IN RE: PETITION OF MICHAEL S. SENSENICH :
TO TRANSFER STRUCTURED :
SETTLEMENT PAYMENT :
RIGHTS :

No. 2006 – 402 - CD

AFFIDAVIT OF SERVICE OF FINAL ORDER
APPROVING PETITION TO TRANSFER

Before me, the undersigned authority, personally appeared, Robert L. Monks, who, after being first duly sworn according to law, deposes and says that on April 19, 2006, he served a true and correct copy of the Final Order of Court dated April 18, 2006, approving the Petition of Michael S. Sensenich to Transfer Structured Settlement Payment via regular mail postage pre-paid, upon the following:

The Cincinnati Insurance Company
6200 South Gilmore Road
Fairfield, OH 45014-5141
(Settlement Obligor)

The Cincinnati Life Insurance Company
6200 South Gilmore Road
Fairfield, OH 45014-5141
(Annuity Issuer)

Structured Asset Funding, LLC
1250 East Hallandale Beach Blvd.
Penthouse A, Hallandale, FL 33009
Attn: C. Duane West, Esquire
(Transferee)

Michael S. Sensenich

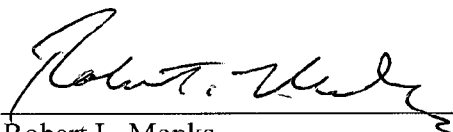
FILED

APR 21 2006
AM 12:55 PM
William A. Shaw
Prothonotary/Clerk of Courts
1 CENT TO ATT

RD 1, Box 683
Osceola Mills, PA 16666
(Payee)

Respectfully submitted,

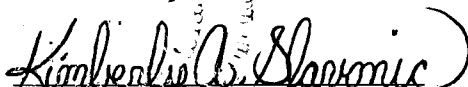
Jones, Gregg, Creehan & Gerace, LLP

By: 

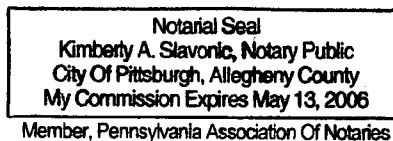
Robert L. Monks
PA I.D. No. 52760
411 Seventh Avenue
Suite 1200
Pittsburgh, PA 15219
412-261-6400

Counsel for Petitioner, Michael S. Sensenich

Sworn to and subscribed before me
this 19th day of April, 2006.


NOTARY PUBLIC

My Commission Expires:





FILED

APR 21 2006

William A. Shaw
Prothonotary/Clerk of Courts