

EMPLOYER: ABC Bank & Trust Company

PLAN: Bank Owned Life Insurance & Split Dollar Program

REPORT: Estimated Reportable Income Under Split Dollar Plan By Insured

FOR THE PERIOD ENDING: 12/31/2024 (estimated based on policy information available as of 09/30/2024)

CITATION: Revenue Ruling 2003-105; Notice 2002-8; IRC Section 72(m)(3)

<u>Insured Policy Number</u>	<u>Net Amount At Risk</u>	<u>Insured Death Benefit</u>	<u>(1) Current Economic Benefit</u>	<u>+ (2) Rider Premium</u>	<u>+ (3) Split Dollar Bonus</u>	<u>+ (4) Taxable Insured Cash Value</u>	<u>- (5) Insured Contribution To Plan</u>	<u>= (6) Net Reportable Income</u>
Banker, Billy B., Jr.	889,428.91	50,000.00	398.00	0.00	0.00	0.00	0.00	398.00
Banker, Jane	1,783,554.33	50,000.00	42.25	0.00	0.00	0.00	0.00	42.25
Banker, Joe	889,428.91	50,000.00	33.00	0.00	0.00	0.00	0.00	33.00
Executive, Eddie	2,668,286.72	1,250,000.00	16,620.50	0.00	0.00	0.00	0.00	16,620.50
Executive, Jane	889,428.91	50,000.00	65.50	0.00	0.00	0.00	0.00	65.50
Executive, Joe	889,428.91	150,000.00	270.00	0.00	0.00	0.00	0.00	270.00
<b>Totals as of 12/31/2024:</b>	<b>8,009,556.68</b>	<b>1,600,000.00</b>	<b>17,429.25</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>17,429.25</b>

(1) Imputed cost of current insurance protection (Revenue Ruling 64-328).

(2) Rider premiums paid for the additional benefit of the insured.

(3) Cash bonus paid to insured to offset some or all of items 1-2 above.

(4) Increase in insured's interest in policy cash value in excess of the amount repayable to the employer.

(5) Cash contributions to the Split Dollar plan by the insured.

(6) The net amount to be included in the insured's gross income.

Net Reportable Income is based on the sum of: (A) [Item 1 less Item 5 (i.e., taxable economic benefit)] plus (B) [Item 2 plus Item 3 plus Item 4]. If Item 5 is greater than Item 1, then the taxable economic benefit is zero.

Net Reportable Income may be attributable to Primary / 3rd Party Owner, if shown, rather than Insured.

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