

How Do Life Insurance Buyouts Work?

What is a life insurance buyout? A way to legally sell your life insurance policy to a third party for a one-time lump sum payment.



Step 1

Complete a life settlement application with a reputable life settlement company. You'll need your life insurance policy and personal information, medical records, and health history.



Step 2

Contact several reputable, licensed life settlement companies in order to find the one you're most comfortable working with.



Step 3

The life settlement company will take all that information into consideration—your age and health, your life insurance agency rating, the amount of your monthly premiums, your total death benefit, and other factors—and, using their life settlement calculator, provide you with a cash offer.



Step 4

If you receive life settlement offers from more than one company, weigh them critically and choose the one that offers you the best cash payout.



Step 5

Sign the documents necessary to finalize the agreement.



Step 6

Receive the transfer of funds. Spend the life insurance buyout however you see fit. That money is yours with no limitations.

If you are interested in learning more about life insurance buyouts, contact the experts at PolicyBank[®] for more information so they can help you make an informed decision.