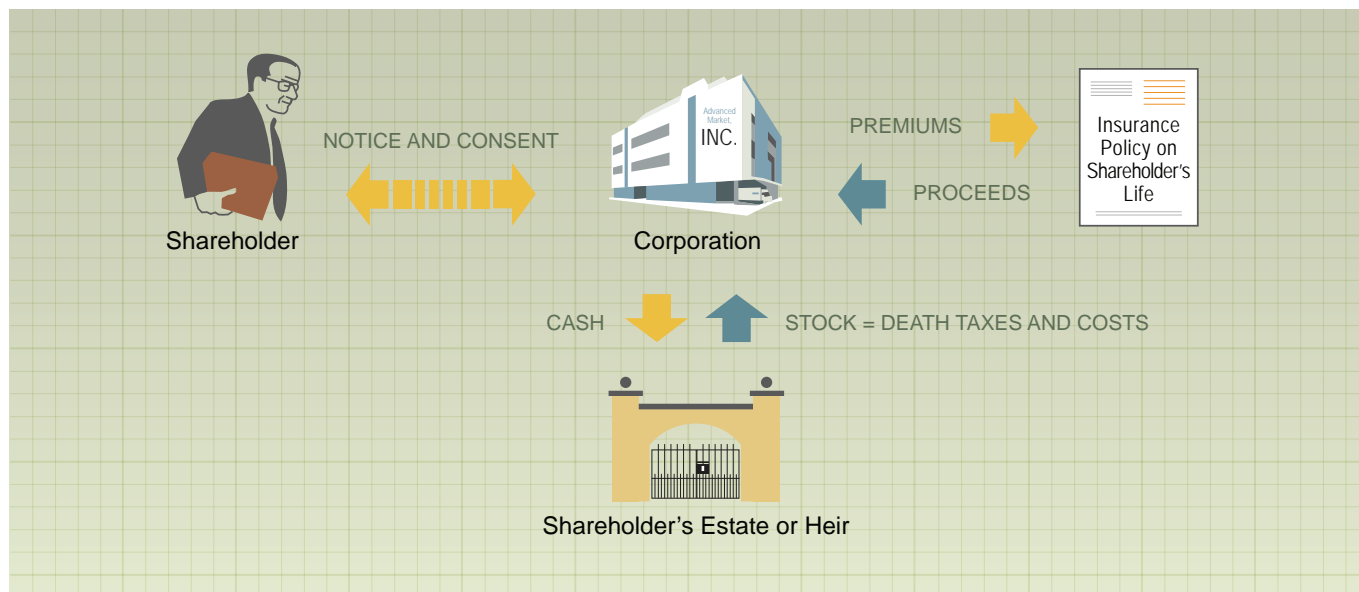


How Section 303 Stock Redemptions Work



The corporation gives notice and obtains consent and buys insurance on the shareholder's life.

The shareholder's estate or heir exchanges a part of the corporate stock for cash upon the death of the shareholder.

The corporation uses the insurance proceeds to fund the partial redemption.

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