

**Calculation of Amounts Owed Pursuant to the Settlement Agreement  
between Transamerica Life Insurance Company ("Transamerica")  
and Joyce J. Carroll executed March 17, 2010**

**1. Summary**

It is anticipated that between February 2016 and January 2020, Transamerica will pay \$37,347.01 in Annuity Benefit II payments.

**2. The Overpayments**

May 1, 2009 Annuity Benefit I payment:	\$21,511.67
June 1, 2009 Annuity Benefit I payment:	\$21,511.67
Total "Overpayments":	\$43,023.34

**3. The Offset**

Transamerica began withholding Annuity Benefit II payments of \$800 per month beginning July 1, 2009. Annuity Benefit II payments were originally scheduled to be paid monthly through and including January 1, 2020.

Due to Ms. Carroll's breach of the Settlement Agreement and the rights and remedies afforded therein, Transamerica will be made whole 79 months from its first offset, from and including the July 2009 offset, plus an additional \$252.99 of offset from the following month the 79<sup>th</sup> month. This calculation accounts for (1) 8% interest, compounded annually, on the Overpayments pursuant to C.R.S. § 5-12-101 as well as (2) \$9,512 of attorneys' fees and \$485.28 in costs Transamerica has incurred since March 17, 2010, in connection with enforcing its remedies pursuant to the Settlement Agreement and documents incorporated therein.

Transamerica will therefore begin Annuity Benefit II payments in the amount of \$547.01 on February 1, 2016, and in the amount of \$800 per month thereafter until and including January 2020.