

6. Gross Amount for Insurance.

7. Reserve or Self-Insurance Fund held *in trust* by the Company and increasing at 4 per cent. compound interest. It has nothing to do with the Insurance part of the Policy only to decrease the amount at risk.

8. *Pro rata* or proportional part of the Expense Element used in defraying expenses on the Reserve or Self-Insurance part of the Policy.

9. Gross Amount for Reserve or Self-Insurance.

In presenting this small but invaluable book to the insuring public, I wish to lay before the advocates of the Level Premium Plan an unbiased exposition of a Life Policy, and so mathematically and logically discussed that successful contradiction is impossible. In drawing a line of demarcation between the two plans in general use, it will be easy for any intelligent man to settle his mind in favor of the Assessment or Natural Premium Plan, paying for his insurance as he goes and doing his own banking.

The bet in Life Insurance thoroughly understood, shows clearly that the Policyholder in an Old Line Company, pays his full share of Costs or death losses, same as the Policyholder does on the Natural Premium or Assessment Plan.

The subject of Life Insurance should be taught in the public schools, and regularly discussed by co-operative and beneficiary societies, and from these sources an impregnable barrier would stand against the Old Line advocate for piling up wealth upon which the Life Managers can feast at will.

KING BRUCE,
ACTUARY.
