

**LIFE INSURANCE, ASSIGNMENT OF PROCEEDS PROHIBITED IN SOME CASE**  
**Act of May 17, 1919, P.L. 208, No. 129**  
AN ACT

Cl. 40

Prohibiting, under certain conditions, the commutation, encumbrance, or assignment of the proceeds of life insurance and annuity policies and the income arising therefrom by persons entitled thereto; prohibiting the attachment of such proceeds and income; and authorizing life insurance companies to hold such proceeds as part of the general corporate funds.

Section 1. Whenever under the terms of any annuity or policy of life insurance, or under any written agreement supplemental thereto, issued by any insurance company, domestic or foreign, lawfully doing business in this State, the proceeds are retained by such company at maturity or otherwise, no person entitled to any part of such proceeds, or any instalment of interest due or to become due thereon, shall be permitted to commute, anticipate, encumber, alienate, or assign the same, or any part thereof, if such permission is expressly withheld by the terms of such policy or supplemental agreement; and, further, that such company shall not be required to segregate such funds, but may hold them as a part of its general corporate funds. (1 repealed in part Apr. 28, 1978, P.L.202, No.53)