

**EXHIBIT 3**



**PART I OF APPLICATION TO**

**Capitol Bankers Life**

**CAPITOL BANKERS LIFE INSURANCE COMPANY**  
 Home Office: Minneapolis, Minnesota  
 Administrative Office: 736 North Water St. P.O. Box 2016  
 Milwaukee, Wisconsin 53201 (414) 277-9998

(For an Annuity "Proposed Insured" means "Annuitant")

PERSONS TO BE INSURED (Print First Name, Middle Initial, Last Name)		Sex	Age	Birthdate	State of Birth	Ht.	Build	WL	Social Security Number
PROPOSED INSURED <i>Simon Bernstein</i>		<i>M</i>		<i>12/2/35</i>	<i>Mich</i>	<i>5'7 1/2</i>	<i>180</i>		
SPOUSE (if to be insured or Payor)									
DEPENDENT CHILDREN IF TO BE INSURED	NAME	Age	BIRTHDATE Mo, Day, Yr.	NAME	Age	BIRTHDATE Mo, Day, Yr.			
Residence Address <i>620 SHERIDAN DR.</i> Employer <i>S.B. LEXINGTON, INC.</i>									
City <i>Galena, IL</i> State <i>IL</i> Zip _____ Business Address <i>9933 LAWLER SUITE 210</i>									
County _____ Telephone No. _____ Occupation <i>SKOKIE, ILL. CHAIRMAN OF BOARD</i>									
Proposed insured will be owner of policy unless otherwise indicated.									
Owner's Name <i>First Arlington National Bank Trustee of S.B.</i> Social Security Number _____									
Mailing Address <i>Lexington, Inc. Employee Death Benefit Trust</i>									
Relationship to Proposed Insured _____									

- |  |                              |  |   |                              |  |
|--|------------------------------|--|---|------------------------------|--|
| 1. Is this insurance intended to replace or modify any insurance or annuity now carried?                       | Yes <input type="checkbox"/> | No <input checked="" type="checkbox"/> | 4. Ever participated in sky diving, skin diving, scuba diving, auto racing, mountain climbing or any avocation of a similar nature? | Yes <input type="checkbox"/> | No <input checked="" type="checkbox"/> |
| 2. Are there any other applications now pending for Life or Health Insurance?<br>Has any person to be covered? | <input type="checkbox"/>     | <input checked="" type="checkbox"/>    | 5. Had drivers license suspended or revoked?<br>Drivers license number _____  | <input type="checkbox"/>     | <input checked="" type="checkbox"/>    |
| 3. Flown in past 3 years other than as a fare paying passenger or is such contemplated?                        | <input type="checkbox"/>     | <input checked="" type="checkbox"/>    | 6. Do you now smoke cigarettes?   | <input type="checkbox"/>     | <input checked="" type="checkbox"/>    |
|  |                              |  | 7. If no, have you ever smoked cigarettes?  | <input type="checkbox"/>     | <input type="checkbox"/>               |
|  |                              |  | 8. If yes, when did you stop? _____   |                              |  |

**LIFE INSURANCE OR ANNUITY APPLIED FOR:**

Plan *CVL*  
 Amount *\$2,000,000*  
 Level Term for \_\_\_\_\_ Yr. \$ \_\_\_\_\_  
 Reducing Term for \_\_\_\_\_ Yr. \$ \_\_\_\_\_  
 Waiver of Premium  G.P.O. \_\_\_\_\_ Units  
 ADB  Other \_\_\_\_\_

If available, automatic premium loan provision?  
 Yes  No   
 Premiums  Ann.  Qtr.  List Bill  Other  
 Payable  S.A.  PAC  Allotment

Total insurance in force? *0*  
 (If space is insufficient, enter under Remarks.)

Name of Company	Coverage (Life)	Amount of Acc. Death	Year of Issue

Beneficiaries: (Full names and relationship. If minor, give date of birth.) *First Arlington National Bank Trustee*  
 Primary? *of S.B. Lexington, Inc. Employee Death Benefit Trust*  
 Contingent? \_\_\_\_\_

Send Notices to: *see below*  
 Proposed Insured at Address Above  
 Or to Owner at Address Above  Business Address Above

Remarks/Amendments *S.B. Lexington, Inc. Employee Death Benefit Plan*  
*c/o National Service Assoc.*  
 Please send list billing to: *9933 Lawler, Suite 210*  
*Skokie, Ill. 60077*

I represent that the statements and answers given in this application are true and complete to the best of my knowledge and belief. I understand and agree that insurance upon this application will not become effective (A) unless this application is accepted by the Insurance Company during my lifetime and the lifetime of each dependent listed above and (B) unless the first premium is paid in full during my lifetime and the lifetime of each dependent listed above.

**ACKNOWLEDGEMENT AND AUTHORIZATION**

I hereby acknowledge receipt of a notice titled "Notice to Applicants for Insurance" respecting the filing and distribution of medical information concerning myself and receipt of a notice respecting the Fair Credit Reporting Act, Public Law 91-508.  
 I hereby authorize any licensed physician, medical practitioner, hospital, clinic or other medical or medically related facility, insurance company, the Medical Information Bureau or other organization, institution or person that has any records or knowledge of me or my health to give to the Capitol Bankers Life Insurance Company or its insurers any such information. A photographic copy of this authorization shall be as valid as the original.

Is there a replacement involved in this transaction?  Yes  No  
 \_\_\_\_\_  
 Lic. Agent Date *10/2/82*

Signed at *Chicago, Illinois*  
 Signature of Proposed Insured \_\_\_\_\_  
 Signature of Applicant \_\_\_\_\_