

LIFE PARTNERS IRA HOLDER PARTNERSHIP LLC
2001 BRYAN STREET, SUITE 1800
DALLAS, TX 75201

JOHN SMITH
1234 MAIN STREET
DALLAS, TX 75201

LIFE PARTNERS POSITION HOLDERS TRUST
2001 BRYAN STREET, SUITE 1800
DALLAS, TEXAS 75201

(214)560-5404

JOHN SMITH
1234 MAIN STREET
DALLAS, TX 75201

RE: LIFE PARTNERS IRA HOLDER PARTNERSHIP LLC

DEAR MEMBER:

ATTACHED IS YOUR COPY OF THE 2019 PARTNERSHIP FORM 1065 SCHEDULE K-1. THIS SCHEDULE SUMMARIZES YOUR INFORMATION FROM THE PARTNERSHIP. THIS INFORMATION HAS BEEN PROVIDED TO THE INTERNAL REVENUE SERVICE WITH THE U.S. PARTNERSHIP RETURN OF INCOME, FORM 1065.

THE INFORMATION PROVIDED ON THIS SCHEDULE SHOULD BE ENTERED ON YOUR TAX RETURN, IN ACCORDANCE WITH THE INSTRUCTIONS IN SCHEDULE K-1, PAGE 2. IF YOUR RETURN WILL BE PREPARED BY YOUR ACCOUNTANT OR ATTORNEY, YOU SHOULD PROVIDE A COPY OF THIS SCHEDULE TO THE PREPARER WITH YOUR OTHER TAX INFORMATION.

THE ENCLOSED K-1 IS YOUR CORRECTED K-1 FOR TAX YEAR 2019. PLEASE REPLACE THE PREVIOUSLY RECEIVED K-1 WITH THIS K-1. PLEASE CONSULT YOUR TAX ADVISOR REGARDING ANY ACTION YOU MAY NEED TO TAKE. PLEASE DO NOT CONTACT THE TRUST REGARDING THIS DOCUMENT. WE CANNOT OFFER TAX ADVICE OR PROVIDE ANY ADDITIONAL INFORMATION OR EXPLANATION BEYOND WHAT IS SET FORTH IN THIS DOCUMENT.

I THANK YOU FOR THE OPPORTUNITY TO SERVE YOU.

SINCERELY,

MICHAEL J QUILLING

Schedule K-1
(Form 1065)Department of the Treasury
Internal Revenue Service

2019

For calendar year 2019, or tax year

☐ Final K-1☐ Amended K-1

OMB No. 1545-0123

beginning ending Partner's Share of Income, Deductions,
Credits, etc.

▶ See separate instructions.

Part I Information About the Partnership

A Partnership's employer identification number

81-4644966

B Partnership's name, address, city, state, and ZIP code

LIFE PARTNERS IRA HOLDER PARTNERSHIP LLC
2001 BRYAN STREET, SUITE 1800
DALLAS, TX 75201

C IRS Center where partnership filed return ▶

OGDEN, UT

D ☐ Check if this is a publicly traded partnership (PTP)

Part II Information About the Partner

E Partner's SSN or TIN (Do not use TIN of a disregarded entity. See inst.)
999-99-9999

F Name, address, city, state, and ZIP code for partner entered in E. See instructions.

JOHN SMITH
1234 MAIN STREET
DALLAS, TX 75201G ☐ General partner or LLC
member-manager☒ Limited partner or other LLC
memberH1 ☒ Domestic partner☐ Foreign partnerH2 ☐ If the partner is a disregarded entity (DE), enter the partner's:

TIN _____ Name _____

I1 What type of entity is this partner? **INDIVIDUAL**I2 If this partner is a retirement plan (IRA/SEP/Keogh/etc.), check here ☐

J Partner's share of profit, loss, and capital:

Beginning

Ending

Profit	0.0099999 %	0.0099999 %
Loss	0.0099999 %	0.0099999 %
Capital	0.0099999 %	0.0099999 %

Check if decrease is due to sale or exchange of partnership interest ☐

K Partner's share of liabilities:

Beginning

Ending

Nonrecourse	\$ 4.	\$ 8.
Qualified nonrecourse financing	\$	\$
Recourse	\$ 0.	\$ 0.

☐ Check this box if Item K includes liability amounts from lower tier partnerships.

L Partner's Capital Account Analysis

SEE STATEMENT

Beginning capital account	\$ 9,000.
Capital contributed during the year	\$
Current year net income (loss)	\$ 263.
Other increase (decrease) (attach explanation)	\$
Withdrawals & distributions	\$()
Ending capital account	\$ 9263.

M Did the partner contribute property with a built-in gain or loss?

☐ Yes ☒ No If "Yes," attach statement. See instructions.

N Partner's Share of Net Unrecognized Section 704(c) Gain or (Loss)

Beginning	\$
Ending	\$

Part III Partner's Share of Current Year Income,
Deductions, Credits, and Other Items1 Ordinary business income (loss)
0.

15 Credits

2 Net rental real estate income (loss)

16 Foreign transactions

3 Other net rental income (loss)

4a Guaranteed payments for services

4b Guaranteed payments for capital

4c Total guaranteed payments

5 Interest income

22.

17 Alternative min tax (AMT) items

6a Ordinary dividends

2.

18 Tax-exempt income and
nondeductible expenses

6b Qualified dividends

6c Dividend equivalents

7 Royalties

19 Distributions

8 Net short-term capital gain (loss)

20 Other information

9a Net long-term capital gain (loss)

A 444.

B 181.

9b Collectibles (28%) gain (loss)

V * 31.

9c Unrecaptured section 1250 gain

10 Net section 1231 gain (loss)

11 Other income (loss)

A * 420.

12 Section 179 deduction

13 Other deductions

L * 181.

14 Self-employment earnings (loss)

A 0.

21 ☐ More than one activity for at-risk purposes*22 ☐ More than one activity for passive activity purposes*

*See attached statement for additional information.

For IRS Use Only

SCHEDULE K-1 OTHER PORTFOLIO INCOME, BOX 11, CODE A

DESCRIPTION	PARTNER FILING INSTRUCTIONS	AMOUNT
OTHER PORTFOLIO INCOME FROM PASSTHROUGH ENTITIES	ENTER ON APPLICABLE LINE OF YOUR RETURN	420.
TOTAL TO SCHEDULE K-1, BOX 11, CODE A		420.

SCHEDULE K-1 OTHER PORTFOLIO DEDUCTIONS, BOX 13, CODE L

DESCRIPTION	PARTNER FILING INSTRUCTIONS	AMOUNT
LEGAL AND PROFESSIONAL FEES - LIFE PARTNERS POSITION HOLDER TRUS	ENTER ON APPLICABLE LINE OF YOUR RETURN	181.
TOTAL TO SCHEDULE K-1, BOX 13, CODE L		181.

SCHEDULE K-1 UNRELATED BUSINESS TAXABLE INCOME, BOX 20, CODE V

DESCRIPTION	PARTNER FILING INSTRUCTIONS	AMOUNT
UNRELATED BUSINESS TAXABLE INCOME		31.
TOTAL TO SCHEDULE K-1, BOX 20, CODE V		31.

SCHEDULE K-1 CURRENT YEAR NET INCOME (LOSS) AND OTHER INCREASES (DECREASES)

DESCRIPTION	AMOUNT	TOTALS
INTEREST INCOME	22.	
DIVIDEND INCOME	2.	
OTHER PORTFOLIO INCOME	420.	
SCHEDULE K-1 INCOME SUBTOTAL		444.
PORTFOLIO DEDUCTIONS	-181.	
SCHEDULE K-1 DEDUCTIONS SUBTOTAL		-181.

LIFE PARTNERS IRA HOLDER PARTNERSHIP
LLC
—NET INCOME (LOSS) PER SCHEDULE K-1

81-4644966

263.

SCHEDULE K-1 ITEM L. PARTNER'S CAPITAL ACCOUNT ANALYSIS

GAAP

SCHEDULE K-1 FOOTNOTES

THIS ENTITY IS A TAXABLE ENTITY AS DEFINED UNDER TEXAS TAX CODE SECTION 171.0002. YOUR SHARE OF DISTRIBUTIVE INCOME HAS BEEN REPORTED BY THE ENTITY ON ITS TEXAS FRANCHISE TAX RETURN.

IF YOU ARE REQUIRED TO FILE A TEXAS FRANCHISE TAX RETURN, YOU SHOULD REVIEW THE SUBTRACTION FROM GROSS RECEIPTS ALLOWED UNDER TEXAS TAX CODE SECTION 171.1011 OF DISTRIBUTIVE INCOME FROM A TAXABLE ENTITY TREATED AS A PARTNERSHIP FOR FEDERAL INCOME TAX PURPOSES.

THE TOTAL AMOUNT OF OTHER INCOME SHOULD BE REPORTED ON LINE 3 OF PAGE 1 OF SCHEDULE E FOR FORM 1040. IN THAT REGARD PLEASE NOTE:

- THIS INCOME IS NOT SUBJECT TO SELF-EMPLOYMENT.
- THE ACTIVITY IS NOT A PASSIVE ACTIVITY.
- SELECT "8" FOR THE TYPE OF PROPERTY AND INPUT "OTHER PORTFOLIO INCOME".

LEGAL AND PROFESSIONAL FEES SHOULD BE DEDUCTED ON LINE 10 OF PAGE 1 OF SCHEDULE E FOR FORM 1040.

INTEREST EXPENSE SHOULD BE DEDUCTED ON LINE 13 OF PAGE 1 OF SCHEDULE E FOR FORM 1040. IN THAT REGARD, PLEASE NOTE THAT YOU WILL NEED FORM 4952 TO COMPUTE THE AMOUNT OF INTEREST EXPENSE YOU CAN DEDUCT. YOUR SHARE OF THE PARTNERSHIPS INTEREST EXPENSE SHOULD BE REPORTED ON LINE 1 OF FORM 4952. YOUR DEDUCTION OF LEGAL AND PROFESSIONAL FEES SHOULD BE ENTERED ON LINE 5 OF FORM 4952. BASED UPON THE CALCULATIONS IN FORM 4952 YOU MAY BE LIMITED AS TO THE AMOUNT OF INTEREST EXPENSE YOU CAN DEDUCT ON LINE 13 OF PAGE 1 OF SCHEDULE E.

EVEN THOUGH YOU DID NOT ACTUALLY RECEIVE FUNDS FROM THE PARTNERSHIP EQUAL TO THE AMOUNTS SET FORTH IN THIS K-1, YOU

ARE REQUIRED TO REPORT THE TAXABLE ITEMS ON YOUR TAX RETURN. THE AMOUNT OF THE DISTRIBUTION, IF ANY, MADE TO YOU BY THE PARTNERSHIP DOES NOT MATCH ANY OF THESE AMOUNTS. IF YOU USE A TAX SOFTWARE TO PREPARE YOUR TAX RETURN, YOU MAY FIND IT DIFFICULT TO INPUT THE FOREGOING INFORMATION. IN THAT CASE PLEASE CONSULT YOUR TAX ADVISER OR CALL THE CUSTOMER SUPPORT NUMBER FOR YOUR TAX SOFTWARE. PLEASE DO NOT ALL THE TRUST OR ITS TAX PREPARER AS THERE IS NOTHING WE CAN DO TO ASSIST YOU IN THESE MATTERS.

UBTI ADDITIONAL INFORMATION:

FOR SCHEDULE E ON FORM 990-T

ITEM 4. (AMOUNT OF AVERAGE ACQUISITION DEBT ON OR ALLOCABLE TO DEBT-FINANCED PROPERTY) - \$49,444,622 MULTIPLIED BY YOUR ENDING CAPITAL PERCENTAGE AS REFLECTED ON SCHEDULE K-1

ITEM 5. (AVERAGE ADJUSTED BASIS OF OR ALLOCABLE TO DEBT-FINANCED PROPERTY) - \$635,396,938 MULTIPLIED BY YOUR ENDING CAPITAL PERCENTAGE AS REFLECTED ON SCHEDULE K-1

PLEASE CONSULT YOUR TAX ADVISER WITH ADDITIONAL QUESTIONS.

1. Ordinary business income (loss). Determine whether the income (loss) is passive or nonpassive and enter on your return as follows.		Report on
	Passive loss	See the Partner's Instructions
	Passive income	Schedule E, line 28, column (h)
	Nonpassive loss	See the Partner's Instructions
	Nonpassive income	Schedule E, line 28, column (k)
2.	Net rental real estate income (loss)	See the Partner's Instructions
3.	Other net rental income (loss)	
	Net income	Schedule E, line 28, column (h)
	Net loss	See the Partner's Instructions
4a.	Guaranteed payment Services	See the Partner's Instructions
4b.	Guaranteed payment Capital	See the Partner's Instructions
4c.	Guaranteed payment Total	See the Partner's Instructions
5.	Interest income	Form 1040 or 1040-SR, line 2b
6a.	Ordinary dividends	Form 1040 or 1040-SR, line 3a
6b.	Qualified dividends	Form 1040 or 1040-SR, line 3a
6c.	Dividend equivalents	See the Partner's Instructions
7.	Royalties	Schedule E, line 4
8.	Net short-term capital gain (loss)	Schedule D, line 5
9a.	Net long-term capital gain (loss)	Schedule D, line 12
9b.	Collectibles (28%) gain (loss)	28% Rate Gain Worksheet, line 4 (Schedule D Instructions)
9c.	Unrecaptured section 1250 gain	See the Partner's Instructions
10.	Net section 1231 gain (loss)	See the Partner's Instructions
11.	Other income (loss)	

14. Self-employment earnings (loss)

Note: If you have a section 179 deduction or any partner-level deductions, see the Partner's Instructions before completing Schedule SE.

A	Net earnings (loss) from self-employment	Schedule SE, Section A or B
B	Gross farming or fishing income	See the Partner's Instructions
C	Gross non-farm income	See the Partner's Instructions

15. Credits

A	Low-income housing credit (section 42(j)(5)) from pre-2008 buildings	} See the Partner's Instructions
B	Low-income housing credit (other) from pre-2008 buildings	
C	Low-income housing credit (section 42(j)(5)) from post-2007 buildings	
D	Low-income housing credit (other) from post-2007 buildings	
E	Qualified rehabilitation expenditures (rental real estate)	
F	Other rental real estate credits	
G	Other rental credits	

L	Dispositions of property with section 179 deductions	} See the Partner's Instructions
M	Recapture of section 179 deduction	
N	Interest expense for corporate partners	
O	through Y	
Z	Section 199A information	
AA	Section 704(c) information	
AB	Section 751 gain (loss)	
AC	Section 1(h)(5) gain (loss)	
AD	Deemed section 1250 unrecaptured gain	
AE	Excess taxable income	
AF	Excess business interest income	
AG	Gross receipts for section 59A(e)	
AH	Other information	