

**NORTH CAROLINA
State Income Tax Withholding Election Notice
Qualified Periodic and Non-Periodic Pension and Annuity Payments**

Withholding of North Carolina State income tax is required from periodic and non-periodic pension and annuity payments made to residents of North Carolina, unless you elect otherwise.

You may elect to have state income tax withheld even if no Federal income tax is being withheld. In addition, you may elect out of state withholding even if Federal income tax is being withheld. Please complete the form below and return it to the following address or fax it to (888) 499-4315.

The Prudential Insurance Company of America
P.O. Box 5370
Scranton, PA 18507

(800) 621-1089

You may not elect out of state income tax withholding with respect to the portion of your payment, if any, that is eligible for rollover and subject to mandatory 20% federal income tax withholding. State income tax withholding of 4% will be applied to this portion of your payment.

PERIODIC PAYMENTS: Withholding must be calculated using the percentage of wages method if you have not elected out of Federal withholding. If you do not return this form, North Carolina state income tax will be withheld as if you claimed "married" with "three" exemptions

NON-PERIODIC PAYMENTS: You may elect not to have state income tax withholding from a pension payment unless the pension payment is an eligible rollover distribution. If you do not return this form, 4% of the distribution will be withheld.

Your election will become effective with the payment that is due at least one month after our receipt of the election and will remain in effect until you change or revoke it. You may change or revoke your election by filing another election form with us. Copies can be obtained from the above address.

Please note that withholding is a method of paying taxes. It does not increase or decrease the total amount of taxes you must pay. Penalties may be incurred under the estimated tax payment rules if sufficient tax is not paid either through withholding, estimated taxes, or both.

DETACH AND RETURN THIS CERTIFICATE TO THE ADDRESS ABOVE. KEEP THE TOP PORTION FOR YOUR RECORDS.

Request for North Carolina State Income Tax Withholding

TYPE OR PRINT YOUR FULL NAME	SOCIAL SECURITY NUMBER
HOME ADDRESS (Number and Street or Rural Route)	CONTRACT NUMBER
CITY OR TOWN, STATE AND ZIP CODE	

PERIODIC PAYMENTS (Check only one box)

- Withhold state income tax from my pension payment(s) using the following:
Marital Status (check one): Single _____ Married or Qualified Widow(er) _____ Head of Household _____
Number of Exemptions: _____ Additional Flat Amount: \$ _____
- Do not withhold state income tax from my pension payment(s).

NON-PERIODIC PAYMENTS (Check only one box)

- Please withhold North Carolina income tax in the following flat dollar amount or percentage (must be equal to or greater than 4% of the distribution):
\$ _____ or _____ %
- Do not withhold state income tax from my pension payment.

X
Signature

Date