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SEC 1972 (6-02) Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

ATTENTION Failure to file notice in the appropriate states will not result in a loss of the federal exemption. Conversely, failure to file the appropriate federal notice will not result in a loss of an available state exemption state exemption unless such exemption is predicated on the filing of a federal notice.

UNITED STATES SECURITIES AND EXCHANGE COMMISSION Washington, D.C. 20549

FORM D

NOTICE OF SALE OF SECURITIES PURSUANT TO REGULATION D, SECTION 4(6), AND/OR UNIFORM LIMITED OFFERING EXEMPTION

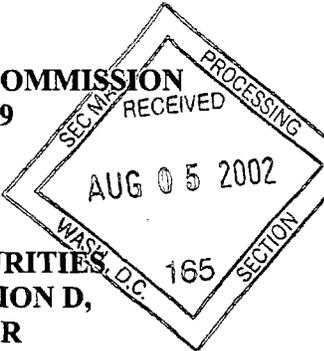


Table with OMB APPROVAL, OMB Number: 3235-0076, Expires: May 31, 2005, Estimated average burden hours per response... 1

Table with SEC USE ONLY, Prefix, Serial, DATE RECEIVED

Name of Offering ([ ] check if this is an amendment and name has changed, and indicate change.) MagnaStar Private Placement Variable Life

Filing Under (Check box(es) that apply): [ ] Rule 504 [ ] Rule 505 [X] Rule 506 [ ] Section 4(6) [ ] ULOE

PROCESSED

Type of Filing: [X] New Filing [ ] Amendment

AUG 12 2002

A. BASIC IDENTIFICATION DATA

THOMSON FINANCIAL

1. Enter the information requested about the issuer

Name of Issuer ([ ] check if this is an amendment and name has changed, and indicate change.)

SLDM1 Security Life Separate Account

Address of Executive Offices (Number and Street, City, State, Zip Code) Telephone Number (Including Area Code)

1290 Broadway, Denver, CO 80203 800-448-9839

Address of Principal Business Operations (Number and Street, City, State, Zip Code) Telephone Number (Including Area Code) (if different from Executive Offices)

1290 Broadway, Denver, CO 80203

Brief Description of Business

Issuer of Variable Life Insurance Products

Type of Business Organization

[ ] corporation [ ] limited partnership, already formed [X] other (please specify): Insurance Company Separate Account [ ] business trust [ ] limited partnership, to be formed

[AL] [AK] [AZ] [AR] [CA] [CO] [CT] [DE] [DC] [FL] [GA] [HI] [ID]  
 [IL] [IN] [IA] [KS] [KY] [LA] [ME] [MD] [MA] [MI] [MN] [MS] [MO]  
 [MT] [NE] [NV] [NH] [NJ] [NM] [NY] [NC] [ND] [OH] [OK] [OR] [PA]  
 [RI] [SC] [SD] [TN] [TX] [UT] [VT] [VA] [WA] [WV] [WI] [WY] [PR]

(Use blank sheet, or copy and use additional copies of this sheet, as necessary.)

**C. OFFERING PRICE, NUMBER OF INVESTORS, EXPENSES AND USE OF PROCEEDS**

1. Enter the aggregate offering price of securities included in this offering and the total amount already sold. Enter "0" if answer is "none" or "zero." If the transaction is an exchange offering, check this box " " and indicate in the columns below the amounts of the securities offered for exchange and already exchanged.

Type of Security	Aggregate Offering Price	Amount Already Sold
Debt .....	\$ N/A	\$ 0
Equity .....	\$ N/A	\$
[ ] Common [ ] Preferred		
Convertible Securities (including warrants) .....	\$ N/A	\$ 0
Partnership Interests .....	\$ N/A	\$ 0
Other (Specify <u>Interest in Variable Life*</u> ).	\$ N/A	\$ 6,638,132.76
Total .....	\$ N/A	\$ 6,638,132.76

Answer also in Appendix, Column 3, if filing under ULOE.

\* Note -- offering is continuous/no fixed amount.

2. Enter the number of accredited and non-accredited investors who have purchased securities in this offering and the aggregate dollar amounts of their purchases. For offerings under Rule 504, indicate the number of persons who have purchased securities and the aggregate dollar amount of their purchases on the total lines. Enter "0" if answer is "none" or "zero."

	Number Investors	Aggregate Dollar Amount of Purchases
Accredited Investors .....	7	\$ 6,638,132.76
Non-accredited Investors .....	0	\$ 0
Total (for filings under Rule 504 only) .....	N/A	\$ N/A

Answer also in Appendix, Column 4, if filing under ULOE.

3. If this filing is for an offering under Rule 504 or 505, enter the information requested for all securities sold by the issuer, to date, in offerings of the types indicated, the twelve (12) months prior to the first sale of securities in this offering. Classify securities by type listed in Part C-Question 1.

Type of offering	Type of Security	Dollar Amount Sold
Rule 505 .....	N/A	\$ 0
Regulation A .....	N/A	\$ 0
Rule 504 .....	N/A	\$ 0
Total .....	N/A	\$ 0

4. a. Furnish a statement of all expenses in connection with the issuance and distribution of the securities in this offering. Exclude amounts relating solely to organization expenses of the issuer. The information may be given as subject to future contingencies. If the amount of an expenditure is not known, furnish an estimate and check the box to the left of the estimate.

Transfer Agent's Fees .....	[x]	\$	_____
Printing and Engraving Costs .....	[ ]	\$	N/A
Legal Fees .....	[x]	\$	100000
Accounting Fees .....	[x]	\$	20000
Engineering Fees .....	[ ]	\$	N/A
Sales Commissions (specify finders' fees separately) .....	[x]	\$	232000
Other Expenses (identify).....	[ ]	\$	N/A
Total .....	[ ]	\$	372000

b. Enter the difference between the aggregate offering price given in response to Part C - Question 1 and total expenses furnished in response to Part C - Question 4.a. This difference is the "adjusted gross proceeds to the issuer." \$-----

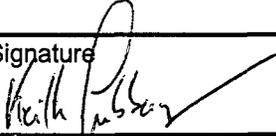
5. Indicate below the amount of the adjusted gross proceeds to the issuer used or proposed to be used for each of the purposes shown. If the amount for any purpose is not known, furnish an estimate and check the box to the left of the estimate. The total of the payments listed must equal the adjusted gross proceeds to the issuer set forth in response to Part C - Question 4.b above.

		Payments to Officers, Directors, & Affiliates	Payments To Others
Salaries and fees .....	[ ]	\$ 0	\$ 0
Purchase of real estate .....	[ ]	\$ 0	\$ 0
Purchase, rental or leasing and installation of machinery and equipment .....	[ ]	\$ 0	\$ 0
Construction or leasing of plant buildings and facilities.....	[ ]	\$ 0	\$ 0
Acquisition of other businesses (including the value of securities involved in this offering that may be used in exchange for the assets or securities of another issuer pursuant to a merger) .....	[ ]	\$ 0	\$ 0
Repayment of indebtedness .....	[ ]	\$ 0	\$ 0
Working capital .....	[ ]	\$ 0	\$ 0
Other (specify): <u>Purchase of beneficial interests</u>	[ ]	\$ 0	\$ 0
<u>in underlying funding vehicles for variable</u>	[ ]	\$ 0	\$ 0
<u>insurance policies.</u>	[ ]	\$ 0	\$ 6,638,132.76
Column Totals .....	[ ]	\$ 0	\$ 6,638,132.76
Total Payments Listed (column totals added) .....	[ ]	\$ 6,638,132.76	

**D. FEDERAL SIGNATURE**

The issuer has duly caused this notice to be signed by the undersigned duly authorized person. If this notice is filed under Rule 505, the following signature constitutes an undertaking by the issuer to furnish to the U.S. Securities and Exchange Commission, upon written request of its staff, the information furnished by the issuer

to any non-accredited investor pursuant to paragraph (b)(2) of Rule 502.

Issuer (Print or Type) SLDM1 Security Life Separate Account	Signature 	Date 7/29/02
Name of Signer (Print or Type) Keith Gubbay	Title of Signer (Print or Type) President	

<b>ATTENTION</b>
<b>Intentional misstatements or omissions of fact constitute federal criminal violations. (See 18 U.S.C. 1001.)</b>

**E. STATE SIGNATURE**

1. Is any party described in: 17 CFR 230.262 presently subject to any of the disqualification provisions Yes No of such rule? .....

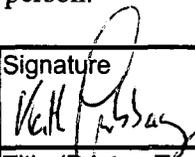
See Appendix, Column 5, for state response.

2. The undersigned issuer hereby undertakes to furnish to any state administrator of any state in which this notice is filed, a notice on Form D (17 CFR 239,500) at such times as required by state law.

3. The undersigned issuer hereby undertakes to furnish to the state administrators, upon written request, information furnished by the issuer to offerees.

4. The undersigned issuer represents that the issuer is familiar with the conditions that must be satisfied to be entitled to the Uniform limited Offering Exemption (ULOE) of the state in which this notice is filed and understands that the issuer claiming the availability of this exemption has the burden of establishing that these conditions have been satisfied.

The issuer has read this notification and knows the contents to be true and has duly caused this notice to be signed on its behalf by the undersigned duly authorized person.

Issuer (Print or Type) SLDM1 Security Life Separate Account	Signature 	Date 7/29/02
Name of Signer (Print or Type) Keith Gubbay	Title (Print or Type) President	

*Instruction:*

Print the name and title of the signing representative under his signature for the state portion of this form. One copy of every notice on Form D must be manually signed. Any copies not manually signed

ND	X	0	0	0	0		
OH	X	0	0	0	0		
OK	X	0	0	0	0		
OR	X	0	0	0	0		
PA	X	0	0	0	0		
RI	X	0	0	0	0		
SC	X	0	0	0	0		
SD	X	0	0	0	0		
TN	X	0	0	0	0		
TX	X	0	0	0	0		
UT	X	0	0	0	0		
VT	X	0	0	0	0		
VA	X	0	0	0	0		
WA	X	0	0	0	0		
WV	X	0	0	0	0		
WI	X	0	0	0	0		
WY	X	0					
PR	X	0					

<http://www.sec.gov/divisions/corpfin/forms/formd.htm>  
Last update: 06/06/2002