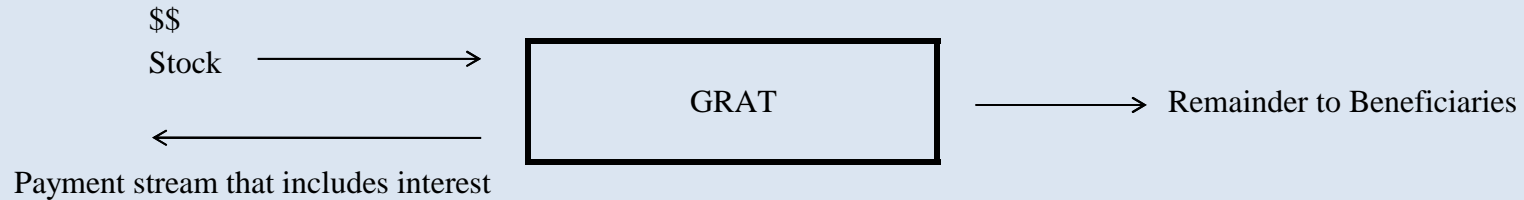


Grantor Retained Annuity Trust Technique*



Common Objectives

- Transfer appreciation in value of investment assets (such as stock) free of estate and gift tax to children

Common Steps to Implement

- Client establishes an irrevocable trust naming children as beneficiaries
- Client selects a Term of years during which Client retains the right to receive a fixed amount (annuity) payable at least annually the longer the Term, the smaller the taxable gift upon transfer of assets to the Trust)
- Client transfers title to assets to the trust
- At the end of the Term, any assets that remain after paying Client's annuity belong to the beneficiaries

**Not intended as legal or tax advice and cannot be relied upon to avoid any federal tax law penalty.*

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