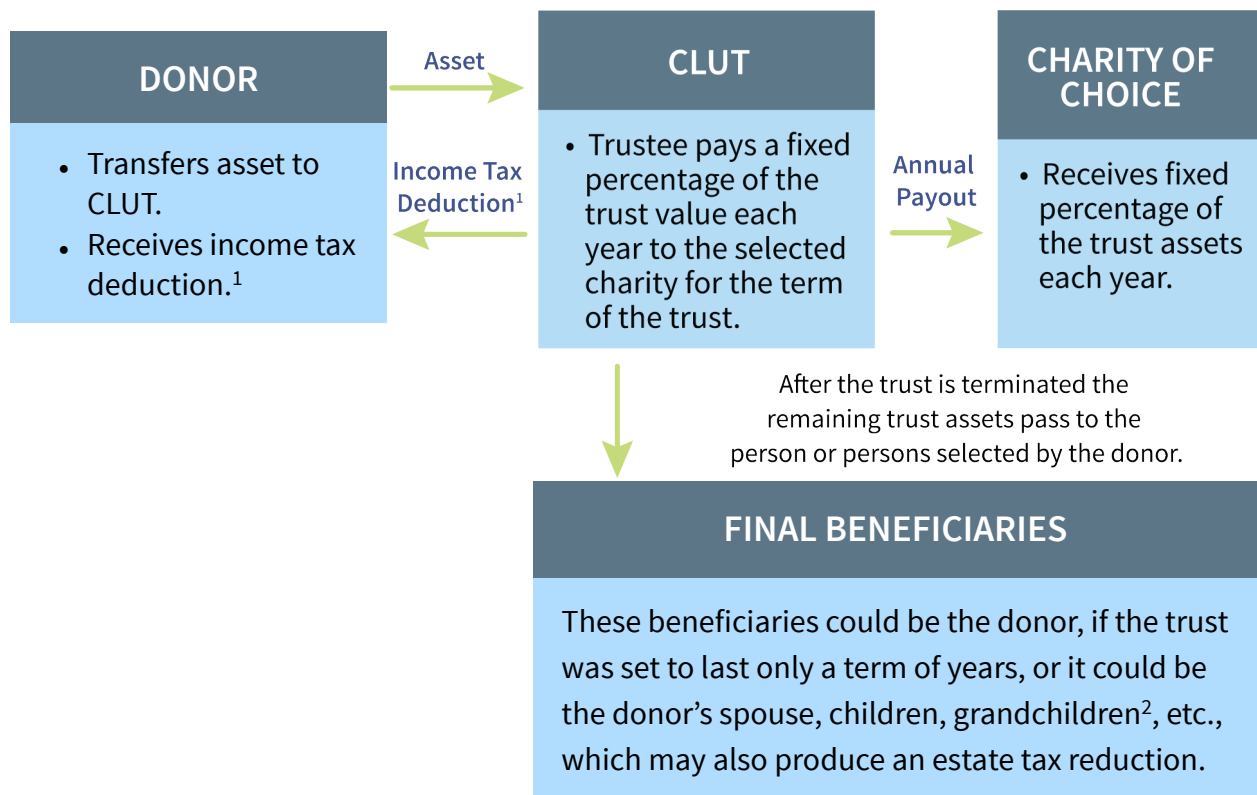


How a Charitable Lead Unitrust Works

The donor transfers an asset to the trustee of a Charitable Lead Unitrust (CLUT). Each year thereafter, the trust pays a fixed percentage of the trust assets (revalued each year) to selected charities.

At the end of the term of the trust, the remaining assets pass to the donor's heirs, spouse or sometimes back to the donor, if living.



¹ The income tax deduction, allowable only to grantor trusts, may have to be spread over more than one year if it exceeds certain percentage of income limitations.

² Choosing grandchildren (or later descendants) to receive the assets when the trust terminates may trigger the Generation-Skipping Transfer Tax (GSTT).