

ADVANTAGES (CONTINUED)

- .. The Foundation within the Trust is controlled completely by the Trustees to strengthen the purpose of the Trust to take advantage of Not-For-Profit procedures to qualify for tax exemption.
- .. The Trust Foundation may receive any properties or benefits in any amounts at any time without tax consequences from another Not-For-Profit qualified tax exempt Foundation
- .. Gifts or endowments received by the Trust Foundation are not considered income under the Internal Revenue Code.
- .. The Trust through the Trust Foundation may receive and retain disbursements of accumulated income from a State Chartered Private Foundation and yet remain legally independent and separate from this State Chartered Foundation.
- .. While State Chartered Foundations may be subject to change, the Trust is not so affected and may operate regardless of changes in N-F-P corporate proceedings.
- .. A Trust is in a position to take advantage of favorable changes in N-F-P practices through the use of a multiple Foundation system.
- .. On a \$10,000,000 estate, a Trust can save \$6,886,200.
- .. In the State of Illinois, the Attorney General estimated on an estate of \$1,000,000, for state taxes alone, an estate would pay \$106,296.00. Estimates of Federal taxation on \$1,000,000 estate could amount to as much as \$320,000 or more - a Trust would save all of this.

DISADVANTAGES (Continued)