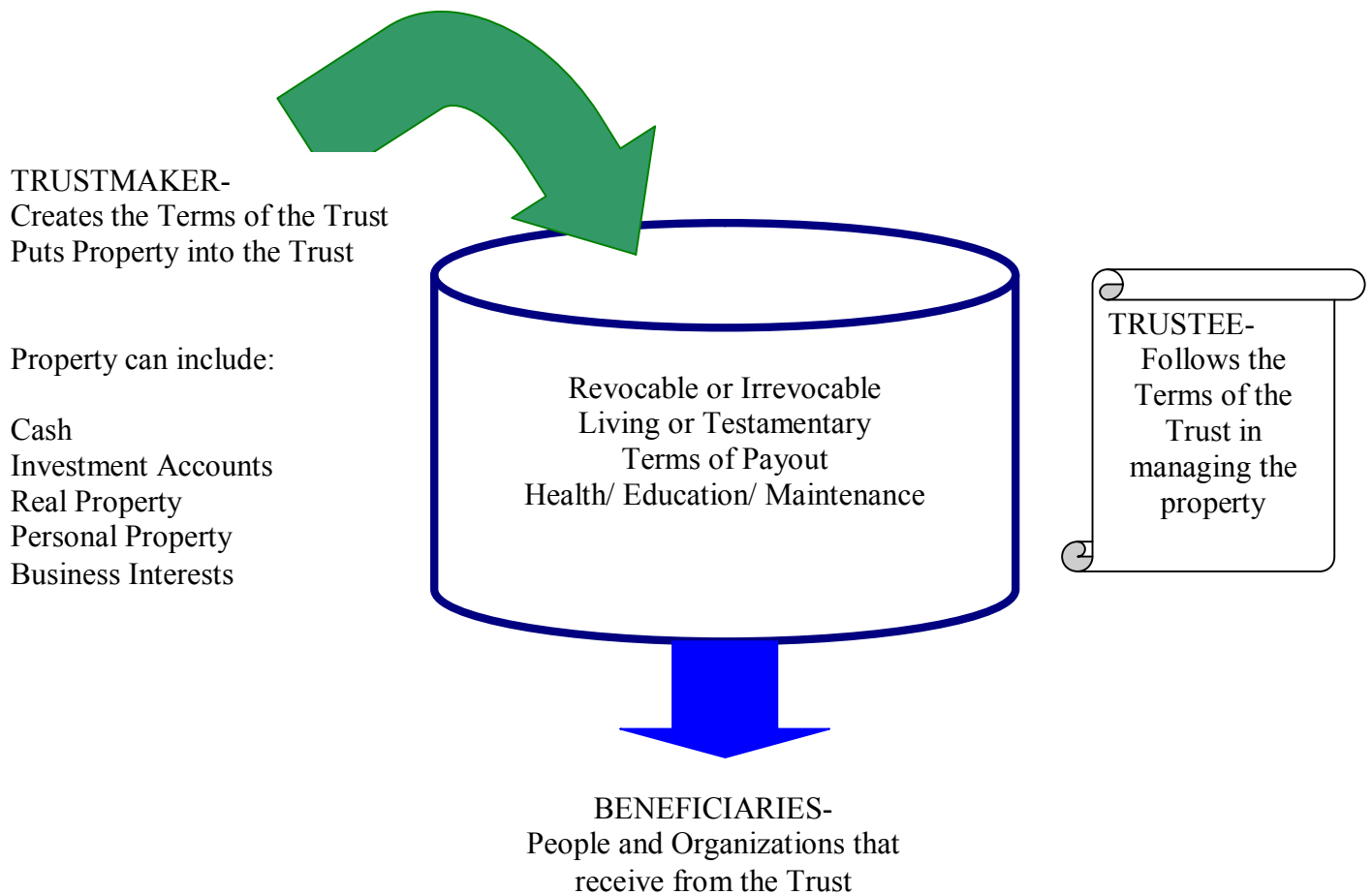


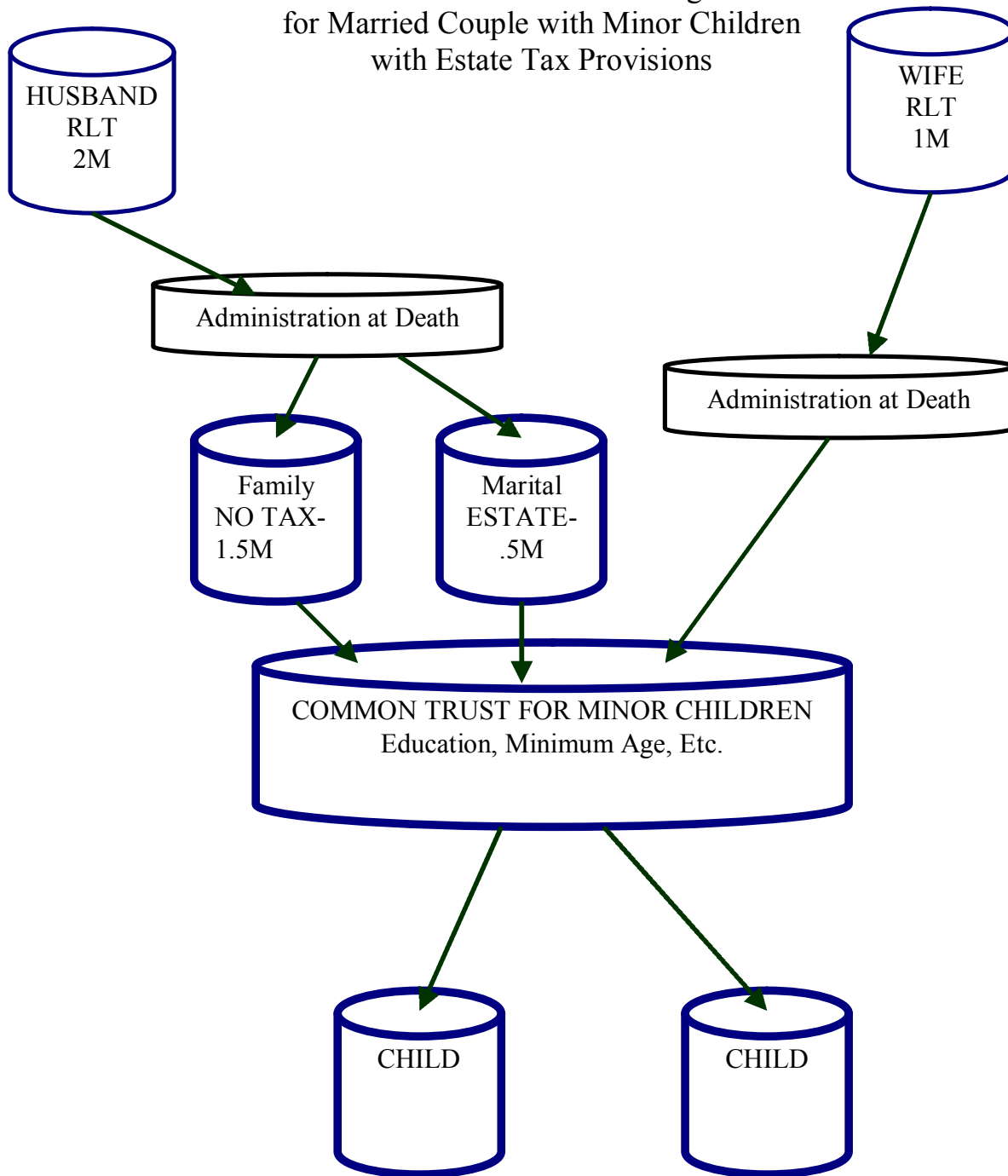
HOW A TRUST WORKS



This illustration is intended to show primarily the relationship of the roles involved in a trust. One person can play more than one role, for example, in a traditional Revocable Living Trust, the Trustmaker is likely to also be the Trustee, and the Beneficiary.

It is not uncommon to have one trust create multiple trusts, for example, at the death of a married Trustmaker, we might create a Marital Trust and a Family Trust. At the death of the second spouse, each of those trusts might pool into a Common Trust, before going to the beneficiaries or their Trusts.

Illustration of Revocable Living Trusts
for Married Couple with Minor Children
with Estate Tax Provisions



Year	Exemption	Tax Rates
2004	\$1.5 M	48%
2005	\$1.5 M	47%
2006	\$2 M	46%
2007	\$2 M	45%
2008	\$2 M	45%
2009	\$3.5 M	45%
2010	NA	
2011	\$1 M	50%