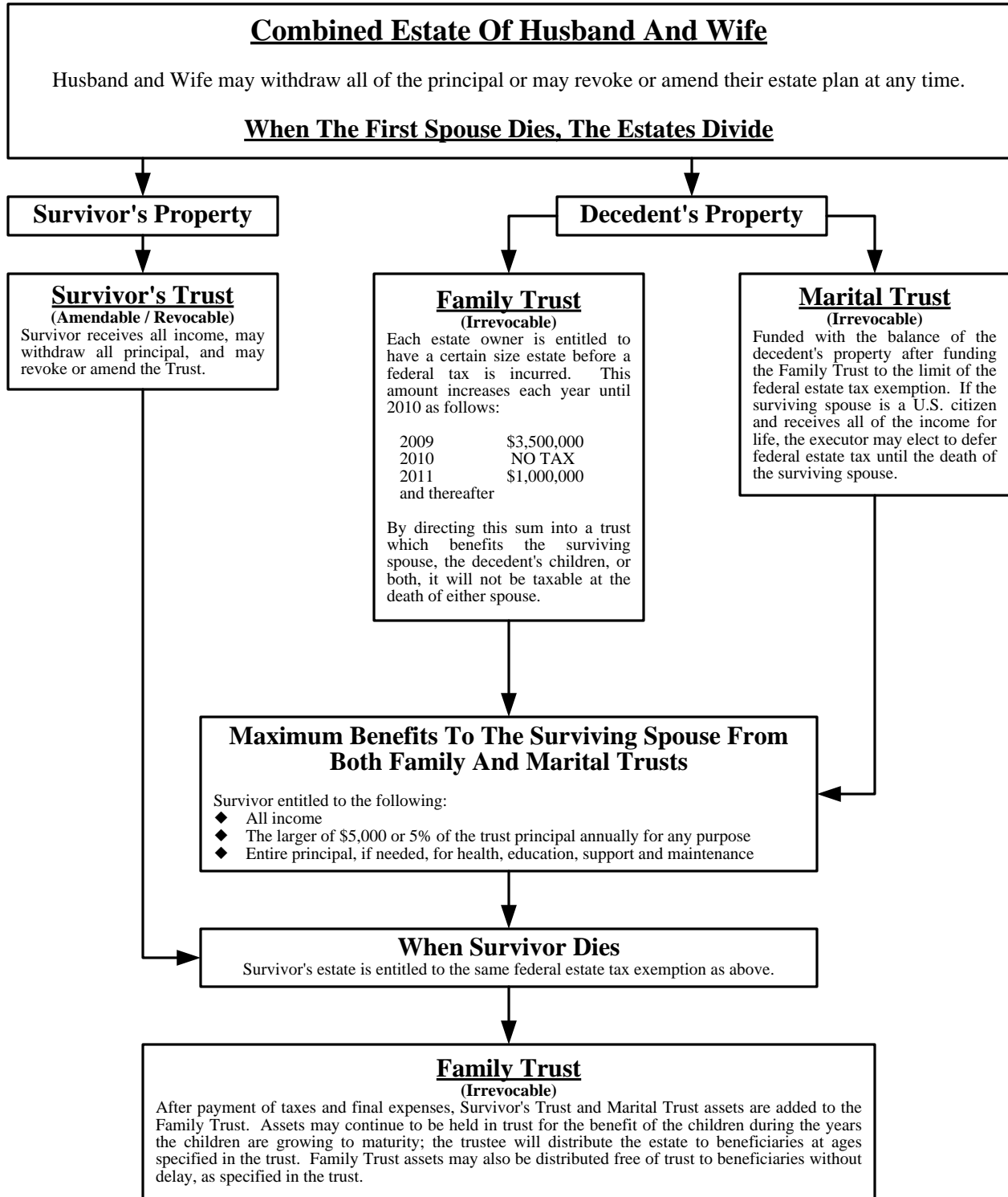


Transfer Of The Estate Through A Bypass Trust



Features

1. The amount allocated to the Family Trust at the first death is equal to the amount of the predeceased spouse's estate which is exempt from tax. If the predeceased spouse's estate is left outright to the surviving spouse, this exemption is lost.
2. The amount allocated to the Marital Trust will qualify for the marital deduction, if elected, resulting in no estate tax liability at the death of the predeceased spouse.
3. The eventual distribution of both the Marital and Family Trusts to the children or chosen beneficiaries of the predeceased spouse is assured. Conversely, if the entire estate were left to the surviving spouse, the possibility of undue influence by a new spouse and a possible disinheritance of the predeceased spouse's beneficiaries would remain open.
4. If the Living Trust is properly funded, the expense and delay of probate is avoided.