

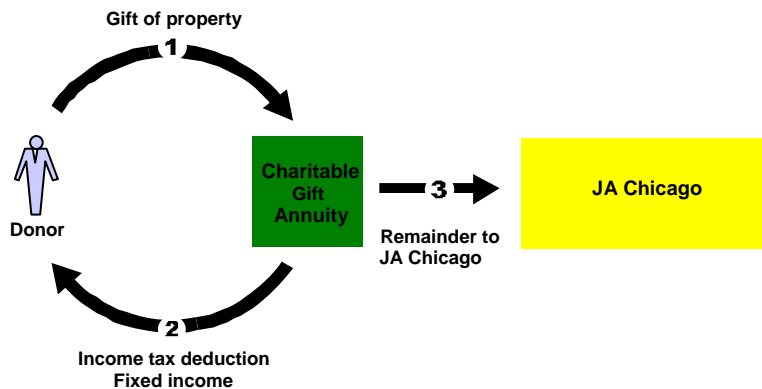


Giving Through a Charitable Gift Annuity

In addition to filling an important role in providing for your family and others, providing a gift to Junior Achievement of Chicago through a Charitable Gift Annuity can be a wonderful way to make a charitable gift a part of your long-range estate and financial plans. Junior Achievement has already established the initial setup for Charitable Gift Annuities.

How Charitable Gift Annuities Work

- You transfer cash, securities, or property to Junior Achievement in exchange for a Charity Gift Annuity.
- Beginning immediately or on a specified date in the future, JA begins to pay you, or up to two designees, fixed annuity payments for life.
- The principal passes to JA Chicago when the contract ends.



The Benefits

- You receive an income tax deduction and may save capital gains tax in the year the gift is made.
- You can postpone your annuity payments until you need them, such as when you retire or when a grandchild begins his or her college education.
- The longer you defer your payments, the higher the effective rate you or your designee will receive.
- You have the satisfaction of making a significant gift now that benefits both you and JA of Chicago later.

Example

Leonard, who is 75 years old, transfers \$100,000 to JA Chicago in exchange for a Charitable Gift Annuity, and designates his 47-year old niece as the beneficiary. The niece will receive just over \$5,000 per year for the rest of her life, based on her payout rate of 5.2%. Leonard takes a \$31,000 charitable deduction in the year the gift was made (the amount of the payment and charitable deduction is determined by the American Council on Gift Annuities). At the niece's death, the principal goes to JA Chicago. If the niece lives to the end of her life expectancy JA Chicago would receive an estimated \$189,000.

If you would like additional information on planned giving opportunities at Junior Achievement of Chicago, please contact Craig Duetsch at (312) 715-1300 ext 242.