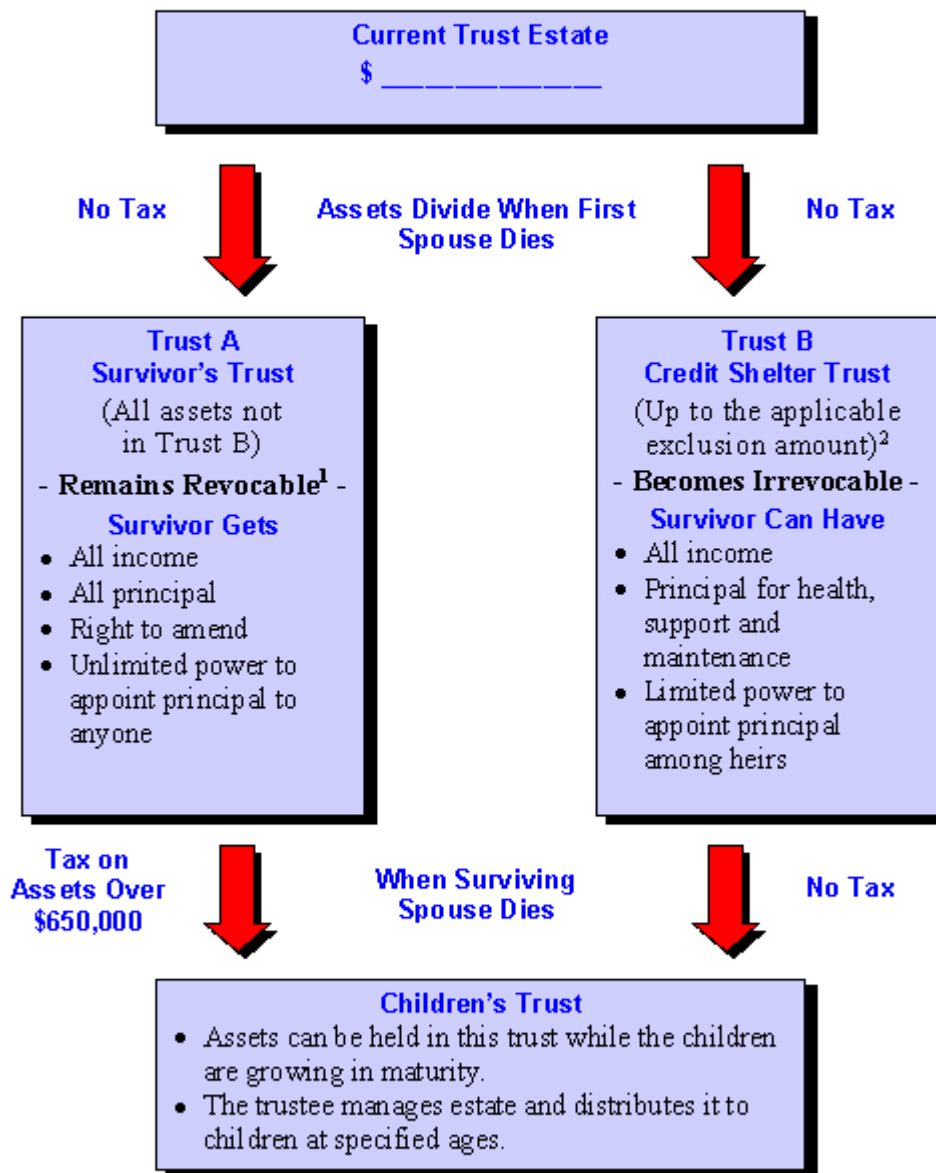


AB Credit Shelter Trust Diagram

The AB type of trust is designed to make certain that the unified credit of each spouse is used, while allowing the surviving spouse to have use of the assets of the deceased spouse during the remainder of the survivor's life. The credit shelter trust (trust B) is generally not taxed at either death. Trust A is generally taxed when the surviving spouse later dies.



¹ Trust may be irrevocable if it is a general power of appointment trust or an estate trust.

² For 1999, \$650,000 is the amount of assets protected by an individual's unified credit. The amount of assets protected by the unified credit is termed the "applicable exclusion amount." This amount will change each year, as follows: \$675,000 in 2000 and 2001; \$700,000 in 2002 and 2003; \$850,000 in 2004; \$950,000 in 2005; \$1,000,000 in 2006 or thereafter. The amount which could be placed in the trust may be higher if the decedent held any "qualified family-owned business interest" property.

