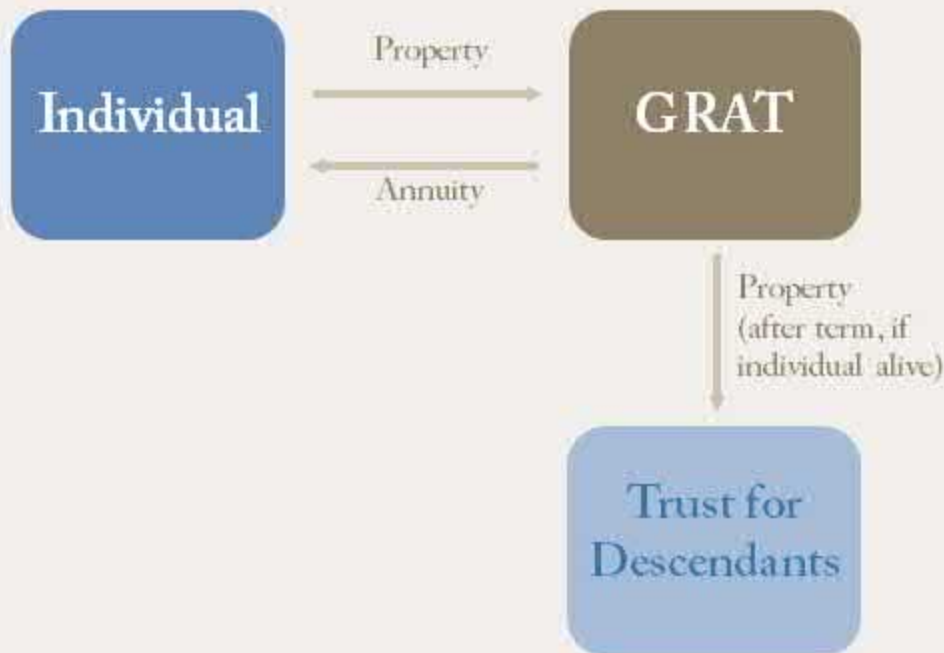


# Grantor Retained Annuity Trust

**CHALLENGE:** Minimize transfer tax cost of passing income-producing or appreciating property to desired beneficiaries.

**SOLUTION:**



**BENEFITS** (if individual survives term):

- Reduce value of property for transfer tax purposes (due to individual's retained interest).
- Remove from individual's estate a portion of future appreciation and income that exceeds required annuity.