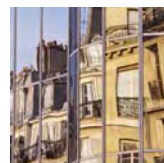


CAF Legacy Account

What is a CAF Legacy Account?

A CAF Legacy Account allows you the satisfaction of leaving a gift to good causes in your will with the flexibility to decide which charities will benefit after your lifetime.



How does it work?

By naming CAF (Charities Aid Foundation) as a charitable beneficiary and giving us a Letter of Wishes setting out which charities you would like to support, we will carry out the request on your behalf with the money that we receive from your executor.

A CAF Legacy Accounts means:

- the drafting of your will is simplified as we provide your solicitor with the wording for your legacy
- you only have to name one charity (CAF) instead of several in your will
- you can change your charity beneficiaries and their allocation in your Letter of Wishes as often as you like without updating your will
- if you are not sure about which charities to support, you can give CAF general instructions on how to distribute your money
- the administration of your estate is simplified by reducing the number of beneficiaries in your will
- your estate may be charged less as the CAF Legacy Account can reduce the executor's time and costs
- leaving a legacy to charity can reduce your estate for inheritance tax purposes

We can help

You may want to support a particular cause but not know of any specific charities working in that field. Our Grants department has set up a number of cause-related funds that support a range of causes from Disasters and Emergencies to Children and Youth.

These funds make grants to smaller charities which may otherwise be overlooked.

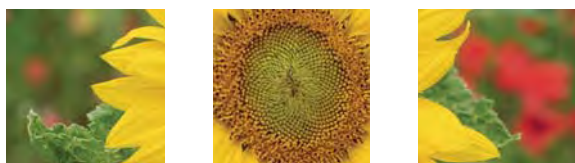
Inheritance tax

Over the years property values have increased so that it has become quite common for an individual's assets to exceed the Nil-Rate Band for Inheritance Tax – the current limit can be found at HM Revenue and Customs website www.hmrc.gov.uk/rates/inheritance.htm Above this level the estate is taxed at 40%. However, by leaving a charitable legacy you can significantly reduce the Inheritance Tax liability on your estate.

*The above website link is supplied for information purposes only. CAF is not responsible for the content of external sites.

Setting up a trust

If you would like to provide ongoing support to good causes, setting up a CAF Charitable Trust from your legacy is an ideal solution. CAF will establish the trust and distribute the income generated to your specified charities. The trust can be established in any name that you choose and distributions can be nominated by someone you have chosen, or by CAF.



How you can help us

We are always pleased when donors include us among their beneficiaries. As a registered charity, we work throughout the world to increase the level and flow of resources to the charitable sector.

Through leading-edge research, specialist financial services, training, consultancy and grantmaking, every penny we receive goes towards achieving our mission of a world in which giving in a committed and effective way is a recognised part of everyday life.

Draft clauses

Enclosed are four draft clauses which you need to include in your will instructions. The appropriate clause that expresses your wishes should be given to your solicitor, who will advise if any modifications to your will are needed.

The different clauses determine how your legacy is deducted from your estate.

Clause I – Residue

To leave all or part of the residue (that which remains after all debts, expenses and specific sums have been paid) use clause I.

Clause II – Specific sum

To leave a specific sum use clause II.

Clause III – CAF bequest

To leave all or part of the residue as a bequest to CAF for its own purposes use clause III.

Clause IV – CAF Charitable Trust

To establish a CAF Charitable Trust use clause IV.

Your CAF Legacy Account

The forms included are all you need to apply for a CAF Legacy Account.

The draft clauses act as instructions for your solicitor, and the Letter of Wishes allows you to advise us of your choice of benefiting charities.

Further information

To find out more about the CAF Legacy Account, please contact our Family Philanthropy team.

T: +44 (0)1732 520 198

E: family@cafonline.org

W: www.cafonline.org/family

Clauses

Clause I

Draft residuary legacy clause

- * i) I give my residuary estate to my executors and trustees upon trust
- * ii) I give all the remainder of my estate to my executors and trustees upon trust to sell, call in, or convert the same, and after payment of my debts and funeral and testamentary expenses to hold the same

for Charities Aid Foundation (CAF) of 25 Kings Hill Avenue, West Malling, Kent ME19 4TA, to be distributed by CAF for charitable purposes and I request (without creating any binding trust or obligation) that CAF give effect to any written expression of wishes left by me relating to the distribution, and I authorise CAF to deduct its usual administrative charges and other sums in connection with the distribution, and I direct that the receipt of a proper officer of CAF shall be a full discharge to my executors or trustees.

* Delete/amend as appropriate

Clause II

Draft pecuniary legacy clause

I give the sum of £_____ (amount in words) to Charities Aid Foundation (CAF) of 25 Kings Hill Avenue, West Malling, Kent ME19 4TA, to be distributed by CAF for charitable purposes and I request (without creating any binding trust or obligation) that CAF give effect to any written expression of wishes left by me relating to the distribution, and I authorise CAF to deduct its usual administrative charges and other sums in connection with the distribution, and I direct that the receipt of a proper officer of CAF shall be a full discharge to my executors or trustees.

Clause III

Draft clause to leave a residuary bequest to CAF

I give my residuary estate (or a specified share) to my executors and trustees upon trust for CAF (Charities Aid Foundation) of 25 Kings Hill Avenue, West Malling, Kent ME19 4TA absolutely and I direct that the receipt of a proper officer of CAF shall be a full discharge to my executors or trustees.

Clause IV

Draft clause for a pecuniary legacy/share of residue to be paid to CAF to be held in trust

I give:

- * i) the sum of £_____ for
- * ii) my residuary estate to my executors and trustees upon trust for
- * iii) all the remainder of my estate to my executors and trustees upon trust for
- * iv) all the remainder of my estate to my executors and trustees upon trust to sell, call in or convert the same after payment of my debts and funeral and testamentary expenses to hold the same for

Charities Aid Foundation (CAF) of 25 Kings Hill Avenue, West Malling, Kent ME19 4TA, to be applied by CAF for the charitable purposes of the _____ charitable trust and I request CAF to give effect to any written expression of wishes left by me relating to this trust, and I authorise CAF to deduct its usual administrative charges and other sums in connection with the trust, and I direct that the receipt of a proper officer of CAF shall be a full discharge to my executors or trustees.

* Delete/amend as appropriate

Conditions of acceptance

A bequest to CAF (Charities Aid Foundation) is subject to the following conditions.

- 1 CAF Trustees shall have the same powers of investment as they have in respect of CAF's own property.
- 2 If any funds are temporarily invested pending distribution, the resulting income or gains shall be treated as the income or gains of CAF.
- 3 That no grant shall be made out of such property, or the income thereof, to an institution which does not make its accounts available for inspection by the public.
- 4 If the Trustees of CAF, after taking into account your intentions, believe that it is no longer possible or practical to carry out the purposes of the bequest in whole or in part, then that part of the bequest shall be held and applied for the charitable purposes of CAF.
- 5 CAF shall be entitled to deduct an amount equivalent to 1% of the bequest (minimum £100) plus VAT in part as a contribution towards its costs and in part as a donation to its Founder, the National Council for Voluntary Organisations, for its charitable purposes.
- 6 CAF Trustees shall be entitled to revise the above conditions at any time, subject to reasonable notice being given to CAF Legacy Account holders.



Charities Aid Foundation, 25 Kings Hill Avenue, Kings Hill, West Malling, Kent ME19 4TA

T: 01732 520 000 F: 01732 520 001

W: www.cafonline.org E: enquiries@cafonline.org

Registered Charity Number 268369