

DONOR ADVISED FUND

*Making Charitable Giving Easy***The Wealth Strategies Group**

at Atlantic Trust integrates estate, financial and investment planning through sophisticated assessment of goals with the objective of multigenerational capital preservation, family business continuity and strategic philanthropic objectives.

Donor-Advised Funds (DAFs) are accounts that are set up within charitable organizations, such as a community foundation. Some donor-advised funds are set up as charitable-gift trusts and are managed by financial institutions.

In a DAF, the contributions are set aside in a separate account at the charity. The donor may indicate an investment objective or strategy offered by the managing charity, but does not control the investment. The donor also may make non-binding recommendations as to the recipients of grants, however, the donor may not reserve the right to direct the distributions from a donor-advised fund.

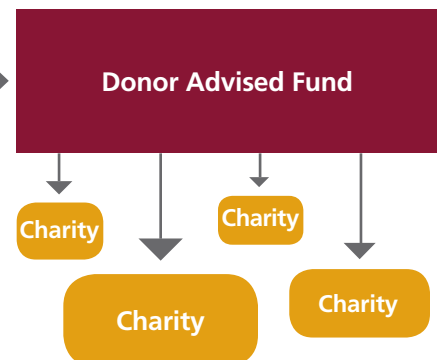
A broad range of asset types may be donated to a DAF. Any asset that may be accepted by the managing charity may be accepted by the DAF. Its breadth of acceptable asset contributions offers the donor the best possible income tax deduction opportunities. Additionally, all accounting, administration and filings are conducted by the managing charity. Lastly, DAFs including those charitable-gift trusts managed by brokerage firms, impose a management fee ranging anywhere from .5% to 2%.

Similar to a supporting organization, the donor receives the highest available income tax deduction.

Grantor

- Recommends charities to receive distributions
- Receives income tax deduction upon contribution

Contribute Assets

**ATLANTIC TRUST**

PRIVATE WEALTH MANAGEMENT



Its breadth of acceptable asset contributions offers the donor the best possible income tax deduction opportunities. Additionally, all accounting, administration and filings are conducted by the managing charity.

For those individuals who seek anonymity, the donor-advised fund is an excellent alternative as the reporting of the managing charity is performed as a general tax return; individual donor-advised funds are not indicated. When the grant is sent out to the charity, the donor can designate whether or not they want to be anonymous.

Advantages

- Smaller contributions are accepted
- Least stringent administration and reporting requirements
- Income tax deduction upon contribution
- More favorable tax treatment than a private foundation
- Guidance offered on selecting the charity
- Almost any type of asset may be donated and
- Accounting and administration handled by the fund

Disadvantages

- Donor has less control over grants and over investments than with a private foundation or a supporting organization.
- Reportable as gift by insiders
- Gifts to donor advised funds are irrevocable
- Distributions may not be made to private foundations.

Atlantic Trust Private Wealth Management includes Atlantic Trust Company, a division of Invesco National Trust Company (a limited-purpose national trust company), and Stein Roe Investment Counsel, Inc. (a registered investment adviser), both of which are wholly-owned subsidiaries of Atlantic Trust Group, Inc. This document is intended for educational purposes only and the material presented should not be construed as an offer or recommendation to buy or sell any security. Concepts expressed are current as of the date of this newsletter only and may change without notice. Such concepts are the opinions of our investment professionals, many of whom are Chartered Financial Analysts® (CFA®). The CFA designation is a globally recognized standard for measuring the competence and integrity of investment professionals. Certified Financial Planner Board of Standards Inc. owns the certification marks CFP® and CERTIFIED FINANCIAL PLANNER™ in the U.S.

There is no guarantee that these views will come to pass. Past performance does not guarantee future comparable results. To ensure compliance with requirements imposed by the IRS, we inform you that any U.S. federal tax advice contained in this communication (including any attachments) is not intended or written to be used, and cannot be used, for the purpose of (i) avoiding penalties under the Internal Revenue Code or (ii) promoting, marketing or recommending to another party any transaction or matter addressed herein. Atlantic Trust does not provide legal advice, and the information contained herein should only be used in consultation with your legal, accounting and tax advisers. To the extent that information contained herein is derived from third-party sources, although we believe the sources to be reliable, we cannot guarantee their accuracy.

Investment Products Offered are Not FDIC-Insured, May Lose Value and are Not Bank Guaranteed.
For Public Use 01/11

Atlanta 404 881 3400	Chicago 312 368 7700	New York 212 259 3800
Austin 512 651 7800	Denver 720 221 5000	San Francisco 415 433 5844
Baltimore 410 539 4660	Houston 713 214 7640	Washington, D.C. 202 783 4144
Boston 617 357 9600	Newport Beach 949 660 0080	www.atlantictrust.com

ATLANTIC TRUST
PRIVATE WEALTH MANAGEMENT