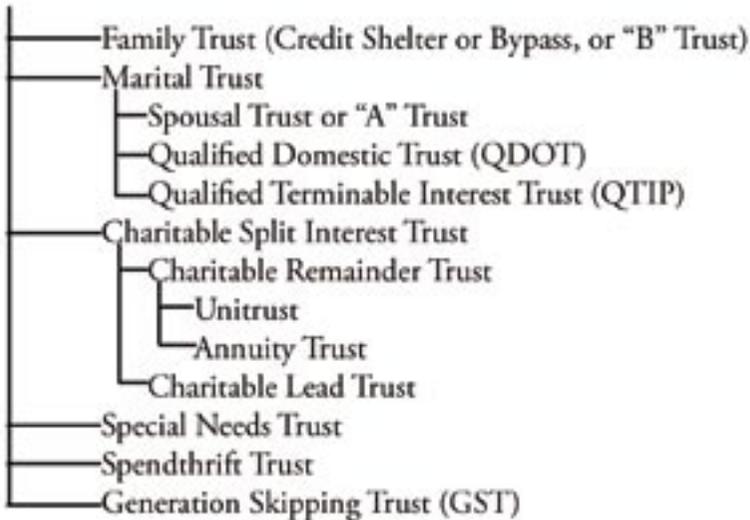


Trust Terms

There are two basic types of trusts. The many varieties you may have read about are simply sub-classes of Living trusts and Testamentary trusts. A living trust has the potential of becoming effective before the creator dies. A testamentary trust, which is embedded in the Will of the creator, cannot. This means that, for better or for worse, the living trust is not subject to the supervision of the Probate court, whereas the testamentary trust is. The living trust can be an effective way to provide for management of assets if the creator becomes incompetent, whereas the testamentary trust becomes active only after the death of the testator. The variations of these trusts are given names to describe their primary functions. Some of these sub-classes are common to both major trust types.

Common to both Living & Testamentary Trusts



Living Trust Only



We have not included all varieties.