

PAYING IT FORWARD

A charitable gift annuity is a financial vehicle that allows you to make a significant gift to McMaster University, while also providing you or your beneficiary with guaranteed annuity payments for life.

HOW DO I DONATE WITH A CHARITABLE GIFT ANNUITY?

You make an irrevocable gift of capital to McMaster University. A portion of the funds (a minimum of 25 percent) becomes an immediate donation for which a charitable tax receipt is issued. The remainder funds are used by McMaster to purchase an annuity from a reputable licensed commercial insurance company. The pre-determined annuity income is based on current interest rates, and the age, gender and life expectancy of the annuitant. Upon death, the balance of the fund will be used for the intended purpose at McMaster University.

WHAT ARE THE BENEFITS?

- As with any charitable donation, you may designate your gift to the area that is the most meaningful for you – and you may also provide an unrestricted donation to support the University's greatest needs.
- You or your beneficiary (which can include your spouse) will receive a guaranteed, pre-determined annuity payment for life, or a fixed period of time. Payments can be monthly, quarterly, semi-annual or annual.
- In most cases, you are eligible to receive immediate tax relief in the form of a charitable tax receipt – and you may even enjoy a tax-free income stream.
- The tax-free income from an annuity represents a potentially significant return on investment in comparison to traditional investment vehicles such as GICs, which generate taxable interest income.
- Your gift will be made during your lifetime, which will allow you to see the impact of your generosity on McMaster University.

TO LEARN MORE

Some generic examples are shown on the back of this sheet. We will be very pleased to provide you with a personalized gift illustration, and also to work with you to draft a letter of intent that will ensure your donation is designated according to your wishes.

YOUR IMPACT ON THE FUTURE

Ask us about other tax-smart and strategic ways to make a future gift tailored to your personal timeline and charitable goals. Once your needs and those of your loved ones have been met, please consider supporting future generations at McMaster University. Thank you.

Legal name: McMaster University

Charitable business number: 11903 5988 RR 0001

Primary Address: University Advancement, McMaster University, 1280 Main Street West, OJN 432, Hamilton, ON L8S 4L8

Paul Grossman, Director, Major and Planned Giving, University Advancement
Tel: 905-525-9140, ext. 23447 | Fax: 905-523-5357 | Email: grossma@mcmaster.ca

This information is general in nature and does not constitute legal or financial advice. We encourage you to consult with your financial and/or legal advisors prior to making your decision. Thank you.

SAMPLE ANNUITY RATES

All figures as of December 2012

Assuming a contribution of: \$25,000
 With a gift of: 25%
 Payments guaranteed for: 5 years

Age	MALE Monthly Income	MALE Tax Free %	MALE Effective Rate of Return	FEMALE Monthly Income	FEMALE Tax Free %	FEMALE Effective Rate of Return	Age	JOINT Monthly Income	JOINT Tax Free %	JOINT Effective Rate of Return
60	\$88.40	85.0%	4.2%	\$80.23	80.5%	3.9%	60/60	\$72.42	76.8%	3.5%
65	\$102.88	88.3%	4.9%	\$91.23	85.2%	4.4%	65/65	\$80.46	82.2%	3.9%
70	\$121.05	93.5%	5.8%	\$105.77	91.8%	5.1%	70/70	\$90.40	89.6%	4.3%
75	\$143.26	100.0%	6.9%	\$125.40	100.0%	6.0%	75/75	\$104.97	97.7%	5.0%
80	\$166.94	100.0%	8.0%	\$150.17	100.0%	7.2%	80/80	\$124.59	100.0%	6.0%
85	\$203.57	100.0%	9.8%	\$182.31	100.0%	8.8%	85/85	\$155.40	100.0%	7.5%
90	\$239.36	100.0%	11.5%	\$223.22	100.0%	10.7%	90/90	\$195.09	100.0%	9.4%

Assuming a contribution of: \$100,000
 With a gift of: 25%
 Payments guaranteed for: 5 years

Age	MALE Monthly Income	MALE Tax Free %	MALE Effective Rate of Return	FEMALE Monthly Income	FEMALE Tax Free %	FEMALE Effective Rate of Return	Age	JOINT Monthly Income	JOINT Tax Free %	JOINT Effective Rate of Return
60	\$356.50	84.3%	4.3%	\$326.78	79.0%	3.9%	60/60	\$294.52	75.5%	3.5%
65	\$414.87	87.6%	5.0%	\$371.19	83.8%	4.5%	65/65	\$329.06	80.4%	3.9%
70	\$488.15	92.8%	5.9%	\$426.55	91.0%	20.5%	70/70	\$373.10	86.8%	17.9%
75	\$577.73	100.0%	6.9%	\$505.69	100.0%	24.3%	75/75	\$429.83	95.5%	20.6%
80	\$673.21	100.0%	8.1%	\$605.58	100.0%	29.1%	80/80	\$514.28	100.0%	24.7%
85	\$826.56	100.0%	9.9%	\$740.23	100.0%	35.5%	85/85	\$632.27	100.0%	30.3%
90	\$971.95	100.0%	11.7%	\$906.38	100.0%	10.9%	90/90	\$793.74	100.0%	9.5%