A GIFT ANNUITY IN ACTION

Here is one example how a gift annuity can help: John, 83, and his wife Mary, 80, want a gift annuity to provide them regular payments and a way to support ministry at Zion Lutheran Church of Pine City after the Lord calls them home.

They establish their gift annuity with a \$20,000 check and specify the ministry they would like to support. Based on their ages, they know they will receive a gift annuity rate of 6.0* percent. That means they will receive annual annuity payments of \$1,200 per year for their lifetimes. Since a portion of their gift annuity is a charitable contribution, the couple also receives over \$8,500* as an income tax deduction for the year they establish their gift annuity.

And, they enjoy even more tax savings. More than 80 percent of their annual \$1,200 payment--\$970—is tax free.

After John's death, Mary will continue to receive the same regular payments. After her death the remaining balance on the couple's gift annuity will go to Zion Lutheran Endowment Fund to be used as they had previously designated.

NEXT STEP

You may already have enough information and knowledge to fund your gift annuity with a check or security. Or you may have additional questions needing clarification.

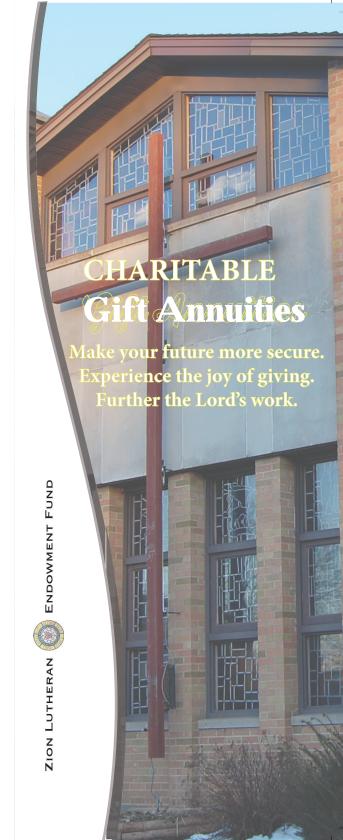
In either case, you should contact Dallas Carpenter to get your answers and for help in filling out the simple application. Dallas can be contacted as indicated below or simply leave a message at the church office for him to get back with you.

Dallas Carpenter, a member of Zion Lutheran Endowment Committe

Phone: 320-591-0414 or Email: carpjd@gmail.com



Zion Lutheran Church of Pine City 410 Main St. Pine City, MN 55063 320-629-3683 zionpinecity.org



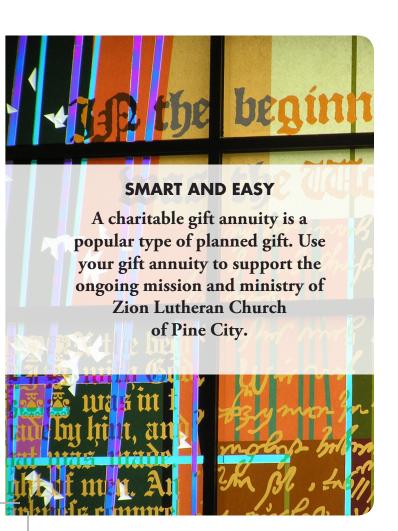
^{*}Rates and charitable deductions are subject to change.

Why Choose a Gift Annuity?



MAKE YOUR FUTURE MORE SECURE

You may have watched your CD rates disappear. You may have experienced the uncertainties with the market ups and downs. By choosing a charitable gift annuity you will have taken a step towards making your or your loved one's future more secure. You can receive cash payments that will never change for the rest of your or your loved one's life.



RECEIVE FAVORABLE RATE OF RETURN

If you are depressed with the CD rates or have anxiety with the volatile markets, by choosing a charitable gift annuity you will receive a favorable fixed rate of return. Consider these age correlated rates:

One Life Charitable Gift Annuity Examples based on \$20,000 funding*

		Charitable Income Tax	Annual	Tax Free
Age	Rate**	Deduction	Payment	Portion
65	4.7%	\$6,284	\$940	\$703
70	5.1%	\$7,678	\$1,020	\$795
75	5.8%	\$8,722	\$1,160	\$936
80	6.8%	\$9,769	\$1,360	\$1,136
85	7.8%	\$11,145	\$1,560	\$1,384
90	9.0%	\$12,484	\$1,800	\$1,670

Two Life Charitable Gift Annuity Examples based on \$20,000 funding*

		Charitable		Tax
		Income Tax	Annual	Free
Ages	Rate**	Deduction	Payment	Portion
65/65	4.2%	\$4,662	\$840	\$626
70/70	4.6%	\$5,760	\$920	\$708
75/75	5.0%	\$7,273	\$1,000	\$795
80/80	5.7%	\$8,438	\$1,140	\$941
85/85	6.7%	\$9,509	\$1,340	\$1,152
90/90	8.2%	\$10,374	\$1,640	\$1,458

SAVE ON TAXES

- A portion of your payments is tax-free making the above rates of return even higher by comparison.
- A portion of your gift annuity funding can be claimed as a charitable deduction the year that you establish the gift annuity.
- Your estate will incur no additional estate taxes if you are the sole recipient of your gift annuity payments.
- Your gift annuity funding bypasses probate.
- If you fund your gift annuity with appreciated assets, a portion of the capital gain will be entirely bypassed and the remaining capital gain will be spread out evenly over your life expectancy.

FURTHER GOD'S WORK THROUGH ZION LUTHERAN CHURCH OF PINE CITY

Zion Lutheran utilizes the LCMS
Foundation to administer our gift annuity
program. Through wise stewardship by the
Foundation, they are able to pay the
favorable tax-advantaged income streams for
your lifetime and still have a generous
portion that will help further the ministries
of the Zion Lutheran Endowment Fund.

^{*}Minimum funding for a gift annuity is \$10,000; no maximum.

^{**}Rates subject to change.