U.S. Legacy Income Trusts®

Securing income for retirement

The U.S. Legacy Income Trusts (Trusts) are next-generation charitable planned-giving instruments designed to assist Donors in achieving their legacy philanthropic goals, while also helping address personal financial objectives that may include: increased lifetime income, protection against longevity risk, reduced portfolio concentration risk and generational wealth transfer, all in a tax-efficient manner.

As a source of retirement income for Donors and their income beneficiaries, the Trusts offer an array of valuable features and benefits:

1. Regular monthly income distributions

- Target annualized distribution rates as of December 31, 2024 ranged from 6.02% (Trust I.3) to 6.98% (Trust V.3)
- For the Trusts' current distribution rates, see **uslegacyincometrusts.org**

2. Distributions continue for life of designated income beneficiaries

- Mitigates risk of beneficiaries outliving their financial assets

3. Opportunity for growth in distributions over time

- As portfolio companies raise their dividends
- Seek to increase distributions over time with inflation to avoid loss of purchasing power

4. Three built-in tax advantages leverage after-tax income potential

- No capital gains recognized on contributions of appreciated assets
  - Capital gains tax savings can increase income-earning assets by as much as nearly 72% versus a taxable sale[1]
- Income tax deduction based on the charitable remainder portion of contribution value
  - Charitable deduction tax savings can increase income-earning assets by 84% or more versus a non-deductible transaction[2]
- Distributions expected to be taxed primarily as qualified dividend income (QDI)
  - Savings in federal income taxes can increase after-tax income by as much as nearly 29% versus a taxable bond investment yielding an equivalent amount[3]

Trust distributions to income beneficiaries are not guaranteed by any party, and are subject to investment risk. Distributions may fluctuate with changes in economic conditions, may not grow over time at rates consistent with inflation and may decline.

[1] Indicated savings in capital gains taxes are for a top-bracket California taxpayer contributing assets with a cost basis of zero and a holding period longer than one year. Savings are based on the highest federal long-term capital gains tax rates and California income tax rates in effect for 2025, and include the 3.8% federal net investment income tax applicable to individual taxpayers whose modified adjusted gross income exceeds a prescribed threshold amount ($250,000 for taxpayers married filing jointly; $200,000 for single taxpayers).

[2] Indicated value of charitable income tax deduction is based on a 2025 contribution to a Trust by a 78-year-old top-bracket California taxpayer who is the Trust account's sole income beneficiary. Limitations on the federal and California itemized deductions allowable in the year of contribution for qualified charitable gifts and the partial phaseout of California itemized deductions that may apply are not considered.

[3] Interest earned on the compared bond investment is assumed to be taxable as ordinary income; the Trust's income distributions are assumed to be 100% QDI. Not all Trust distributions may be treated as QDI. Different from the purchase of a bond portfolio, a contribution to a Trust represents an irrevocable commitment with no possibility of return of principal. Indicated maximum federal income tax rates are based on tax tables for individual taxpayers in effect for 2025, and include the 3.8% net investment income tax applicable to high-income individual taxpayers.

The Trusts are pooled income funds of the U.S. Charitable Gift Trust® (Gift Trust), a tax-exempt public charity offering donor-advised funds. The Trusts and Gift Trust are sponsored by Eaton Vance Management, a longtime leader in wealth management solutions.

To learn more about the Trusts, please refer to the Trusts' current Information Statements available at **uslegacyincometrusts.org** or call us at **800.836.2414**.

Important Information and Disclosures

The Trusts are pooled income funds described in Internal Revenue Code Section 642(c)(5) established in 2022 by the Gift Trust as part of the Gift Trust's U.S. Legacy Income Trust program, which it established in 2019.

To comply with federal law applicable to pooled income funds, the Trusts do not accept contributions of federally tax-exempt securities or shares of funds holding federally tax-exempt securities. The Trusts also do not accept contributions of securities that have been held by the Donor for one year or less. The Trusts do not accept contributions of privately-held securities or cryptocurrency. All transferred property must be free and clear of any liens, encumbrances or other adverse claims. Depending on the Donor's relationship to his or her designated income beneficiaries, a contribution to a Trust may have gift or estate tax consequences for the Donor; naming certain individuals as income beneficiaries may also have generation-skipping transfer tax implications for the Donor or income beneficiaries. See "Tax Considerations" in the Trusts' current Information Statements (Information Statements).

All Trust activities and the participation of Donors and income beneficiaries in the Trusts are subject to the requirements of state and federal law, the terms and conditions of the Trusts' Declarations of Trust, the Trusts' Information Statements and the completed Donor Contribution Form submitted by each Donor. The Gift Trust's Board of Directors reserves the right to modify the Trusts' program at any time, subject to the provisions of the Trusts' Declarations of Trust and state and federal law.

Any contribution to a Trust, once accepted by the Trustee, represents an irrevocable commitment. Contributions cannot be rescinded or changed, and are subject to the exclusive legal control of the Trusts, the Trustee and the Gift Trust's Board of Directors.

Donors to the Trusts should be motivated by charitable intent. As charitable giving vehicles, the Trusts should not be treated as, and are not designed to compete with, investments made for private gain. An intention to benefit the Gift Trust and one or more qualified charitable organizations eligible for support by the Gift Trust should be a significant part of the decision to contribute to a Trust.

The tax consequences of contributing to a Trust will vary based on individual circumstances. Prospective donors should consult their own tax advisors. Nothing in this document or the Trusts' Information Statements should be construed as tax advice.

Distributions to income beneficiaries are not guaranteed by any party, and are subject to investment risk. In considering potential changes in annual distribution rates, the Trustee will assess the Trusts' long-term earnings potential and seek to balance the interests of current and future income beneficiaries and the charitable remainder interests.

Neither the Trusts nor the Gift Trust has been registered under federal securities laws, pursuant to available exemptions.

Neither the Trusts nor the Gift Trust is guaranteed or insured by the United States or any of its agencies or instrumentalities. Contributions are not insured by the Federal Deposit Insurance Corporation and are not deposits or other obligations of, or guaranteed by, any depository institution.

Eaton Vance Distributors, Inc. (Placement Agent) is a paid solicitor of certain Trusts and the Gift Trust, receiving compensation as described in the Trusts' Information Statements and in the Gifting Booklet of the Gift Trust's Donor-Advised Funds.

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RO 4244756 | Exp. 02/20/2026 | 32052 | 02.28.2025