

STOCK DONATION

(Example assumes 25% total Tax Rate)

	<u>WITHOUT a Stock Donation</u>	<u>WITH a Stock Donation</u>
Stock Purchase Price:	\$20,000	\$20,000
Current Stock Valuation:	\$60,000	\$60,000
Amount Subject to Capital Gains Tax:	\$40,000	\$40,000
Stock Donation:	\$0	-\$20,000
Taxable Amount:	\$40,000	\$20,000
Approximate Tax Due:	-\$10,000	-\$5,000
Donation Made:	\$0	\$20,000
Tax Credit from Donation:	\$0	\$5,000
Net Proceeds:	\$50,000	\$40,000
		<i>Only \$10,000 Less, but a \$20,000 Donation to a Charity you support!</i>