

## Benefits of Giving to The Princeton Charitable Foundation Limited for education

### Calculations for U.S.

*These examples are hypothetical; please consult your tax advisor regarding your specific situation.*

<b>Gift to Princeton of \$200 from taxpayer who pays the basic rate (20%) tax</b>	<b>Gift to Princeton of \$10,000 from a taxpayer who pays the higher rate (40%) tax</b>	<b>Gift to Princeton of \$500,000 from a taxpayer who pays the highest rate (45%) tax</b>																																																
<p>If gift is not made through the foundation . . .</p> <table style="width: 100%; border: none;"> <tr> <td style="width: 70%;">Princeton receives</td> <td style="text-align: right;">200</td> </tr> <tr> <td>Value of US federal tax deduction to donor</td> <td style="text-align: right;">0 to 70*</td> </tr> <tr> <td>UK tax allowance for donor</td> <td style="text-align: right;">0</td> </tr> </table> <p>If gift is made through the foundation. . .</p> <table style="width: 100%; border: none;"> <tr> <td style="width: 70%;">Princeton receives</td> <td style="text-align: right;">250**</td> </tr> <tr> <td>Value of US federal tax deduction to donor</td> <td style="text-align: right;">0 to 70</td> </tr> <tr> <td>Value of UK tax allowance to donor</td> <td style="text-align: right;">0</td> </tr> </table> <p><i>Additional benefit of gift made via the foundation</i></p> <table style="width: 100%; border: none;"> <tr> <td style="width: 70%;">To Princeton</td> <td style="text-align: right;">50**</td> </tr> <tr> <td>To Donor</td> <td style="text-align: right;">0</td> </tr> </table>	Princeton receives	200	Value of US federal tax deduction to donor	0 to 70*	UK tax allowance for donor	0	Princeton receives	250**	Value of US federal tax deduction to donor	0 to 70	Value of UK tax allowance to donor	0	To Princeton	50**	To Donor	0	<p>If gift is not made through the foundation . . .</p> <table style="width: 100%; border: none;"> <tr> <td style="width: 70%;">Princeton receives</td> <td style="text-align: right;">10,000</td> </tr> <tr> <td>Value of US federal tax deduction to donor</td> <td style="text-align: right;">0 to 3,500*</td> </tr> <tr> <td>UK tax allowance for donor</td> <td style="text-align: right;">0</td> </tr> </table> <p>If gift is made through the foundation. . .</p> <table style="width: 100%; border: none;"> <tr> <td style="width: 70%;">Princeton receives</td> <td style="text-align: right;">12,500**</td> </tr> <tr> <td>Value of US federal tax deduction to donor</td> <td style="text-align: right;">0 to 4,480*</td> </tr> <tr> <td>Value of UK tax allowance to donor</td> <td style="text-align: right;">2,500</td> </tr> </table> <p><i>Additional benefit of gift made via the foundation</i></p> <table style="width: 100%; border: none;"> <tr> <td style="width: 70%;">To Princeton</td> <td style="text-align: right;">2,500**</td> </tr> <tr> <td>To Donor</td> <td style="text-align: right;">Up to 980 potential additional federal tax benefit</td> </tr> </table>	Princeton receives	10,000	Value of US federal tax deduction to donor	0 to 3,500*	UK tax allowance for donor	0	Princeton receives	12,500**	Value of US federal tax deduction to donor	0 to 4,480*	Value of UK tax allowance to donor	2,500	To Princeton	2,500**	To Donor	Up to 980 potential additional federal tax benefit	<p>If gift is not made through the foundation . . .</p> <table style="width: 100%; border: none;"> <tr> <td style="width: 70%;">Princeton receives</td> <td style="text-align: right;">500,000</td> </tr> <tr> <td>Value of US tax deduction to donor</td> <td style="text-align: right;">0 to 175,000*</td> </tr> <tr> <td>UK tax allowance for donor</td> <td style="text-align: right;">0</td> </tr> </table> <p>If gift is made through the foundation. . .</p> <table style="width: 100%; border: none;"> <tr> <td style="width: 70%;">Princeton receives</td> <td style="text-align: right;">625,000**</td> </tr> <tr> <td>Value of US tax deduction to donor</td> <td style="text-align: right;">0 to 224,000*</td> </tr> <tr> <td>Value of UK tax allowance to donor</td> <td style="text-align: right;">156,250</td> </tr> </table> <p><i>Additional benefit of gift made via the foundation</i></p> <table style="width: 100%; border: none;"> <tr> <td style="width: 70%;">To Princeton</td> <td style="text-align: right;">125,000**</td> </tr> <tr> <td>To Donor</td> <td style="text-align: right;">Up to 49,000 potential additional federal tax benefit</td> </tr> </table>	Princeton receives	500,000	Value of US tax deduction to donor	0 to 175,000*	UK tax allowance for donor	0	Princeton receives	625,000**	Value of US tax deduction to donor	0 to 224,000*	Value of UK tax allowance to donor	156,250	To Princeton	125,000**	To Donor	Up to 49,000 potential additional federal tax benefit
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\*Although deductible for US federal income tax purposes, there may be little or no net tax benefit due to the interaction with foreign tax credits and company equalization policies.

\*\*The extra benefit occurs as a result of UK Gift Aid rules that allow Princeton Charitable Foundation Limited to reclaim from HM Revenue and Customs a further 25% of all amounts donated to the foundation, upon receipt of a completed Gift Aid form from the donor.

\*\*\*In this best case scenario, the donor would receive and utilize the highest benefit in terms of UK allowances and US deductions.

*This paper is provided for illustrative purposes, and does not constitute tax advice. You should consult with your own tax advisor to determine the tax benefits which you may obtain for US and UK tax purposes.*