

SINGLE LIFE ANNUITY

AGE	RATE
60	5.0
61-62	5.1
63-64	5.2
65	5.3
66-67	5.4
68	5.5
69	5.6
70	5.7
71	5.8
72	5.9
73	6.0
74	6.1
75	6.3
76	6.4
77	6.6
78	6.7
79	6.9
80	7.1
81	7.3
82	7.5
83	7.7
84	7.9
85	8.1
86	8.3
87	8.6
88	8.9
89	9.2
90 & over	9.5

TWO LIVES ANNUITY RATES (JOINT AND SURVIVOR)

YOUNGER AGE	OLDER AGES	RATE
60	63+	4.7
65	66-70	5.0
70	76-79	5.4
75	77-79	5.7
80	85-86	6.5
85	85	7.0
90	90	8.3
93 & Older	93+	9.3

Rates in effect as of Feb. 1, 2009 are subject to change. Call for specific rates in your personal situation.

This information is not intended as a specific legal or financial advice. Consult your attorney/tax advisor when considering any legal or financial affairs.

Call our Gift Planning Department at 1-800-325-7912, ext. 3230 for additional details on rates for your specific age.

GIFT ANNUITY RATES



LCMS INTERNATIONAL CENTER
1333 SOUTH KIRKWOOD ROAD
ST. LOUIS, MO 63122-7295

What is a Gift Annuity?

- A Gift Annuity will pay the designated recipient(s) fixed, equal payments for life.
- A Gift Annuity is irrevocable.
- The gift portion, (which will be different than the original contributed amount depending on how long payments are made) will be used for the charitable purpose designated.

GIFT PLANNING DEPARTMENT: 1-800-325-7912
INTERNET: www.lcmsfoundation.org

DISCLOSURE BY EXEMPT CHARITABLE ORGANIZATION

The obligation of the LCMS Foundation to pay the income recipients named in a Gift Annuity agreement is not limited by the value of the cash or other property contributed by you in exchange for your Gift Annuity, or by market conditions. No matter how long each income beneficiary lives, the LCMS Foundation is obligated to pay such person according to the terms of the Gift Annuity agreement.

A Gift Annuity is not a trust; it is a contractual obligation of the LCMS Foundation. However, the Foundation does maintain a Gift Annuity 'reserve' fund, ("the reserve fund"). The reserve fund is held by the LCMS Foundation as a reserve or set aside of LCMS Foundation assets to fund its contractual Gift Annuity obligations. The assets you contribute are added to the reserve fund. Income from the reserve fund is used to make payments to the income beneficiaries. If the income from the reserve fund is insufficient, the LCMS Foundation makes up the difference. The LCMS Foundation does not separately report the performance of the reserve fund.

The value of the reserve fund (for non-California Gift Annuities) as of June 30, 2008 was \$38,755,526. The LCMS Foundation has a separate reserve fund for California Gift Annuities.

As of June 30, 2008, twelve commingled passive investment vehicles were utilized to provide market exposure. 33.6% of the reserve was invested in four index funds, with each fund tracking one of the following domestic equity indices: the Dow Jones Wilshire 5000 Equity Index, the Russell 3000 Equity Index, the Russell 1000 Growth Equity Index, and the Russell 1000 Value Equity Index. 14.2% of the reserve was invested in two index funds, with each fund tracking one of the following international equity indices: the Morgan Stanley Capital International EAFE Equity Index, and the Morgan Stanley Capital International All Country World Ex-US Equity Index. To complement the equity exposure, 45.9% of the reserve was invested in six index funds, with each fund tracking one of the following domestic fixed income indices: the Lehman Aggregate Bond Index, the Lehman Government / Credit Bond Index, the Lehman Mortgage-Backed Securities Bond Index, the Lehman Government Bond Index, the Lehman Credit Bond Index, and the Lehman Short Term

Government Bond Index. The balance of the reserve fund, 6.3% of its value, was invested in cash and cash equivalents (institutional money market fund).

The LCMS Foundation Annual Report provides information about the funds it manages. You may request a copy of this report. It does not provide specific information about the performance of the assets in the reserve for Gift Annuities.

The 'Gift' amount is the amount distributed to the ministries named in the Gift Annuity agreement. The 'Gift' amount is calculated according to LCMS Foundation policies. It is based upon the total return, expense and Gift Annuity rate assumptions of the American Council on Gift Annuities in effect when the Gift Annuity is established and how many years pass before the death of the last income recipient. When the last income recipient dies, the gift amount is distributed to the ministries.

The reserve fund is exempt from registration requirements of Federal securities laws pursuant to an exemption for collective investment funds or similar funds maintained by charitable organizations as provided in the Philanthropy Protection Act of 1995 (P.L. 104-62, December 8, 1995).

If you have other questions after reviewing this disclosure, or the Gift Annuity brochure, please contact us at 1-800-325-7912. We will do our best to answer your questions.

DISCLOSURE BY EXEMPT CHARITABLE ORGANIZATION (CALIFORNIA)

The obligation of the LCMS Foundation to pay the income recipients named in a Gift Annuity agreement is not limited by the value of the cash or other property contributed by you in exchange for your Gift Annuity, or by market conditions. No matter how long each income beneficiary lives, the LCMS Foundation is obligated to pay such person according to the terms of the Gift Annuity agreement.

A Gift Annuity is not a trust; it is a contractual obligation of the LCMS Foundation. However, the Foundation does maintain a Gift Annuity 'reserve' fund, ("the reserve fund"). The reserve fund is held by the LCMS Foundation as a reserve or set aside of LCMS Foundation assets to fund its contractual Gift Annuity obligations. The assets you contribute are added to the reserve fund. Income from the reserve fund is used to make pay-

ments to the income beneficiaries. If the income from the reserve fund is insufficient, the LCMS Foundation makes up the difference. The LCMS Foundation does not separately report the performance of the reserve fund.

California limits the types of investments that may be held by the reserve fund for Gift Annuities issued to California residents. The value of the reserve fund for California Gift Annuities as of June 30, 2008, was \$4,730,172.

As of June 30, 2008, three mutual funds were utilized to provide market exposure. 44.5% of the reserve was invested in an index fund tracking the Morgan Stanley International Capital US Broad Market Index, a broad domestic equity index. 33.9% of the reserve was invested in a fund focusing on intermediate term US Treasury securities. 16.9% of the reserve was invested in a fund focusing on Government National Mortgage Association pass-through mortgage certificates. The balance of the California reserve fund, 4.9% of its value, was invested in cash and cash equivalents (institutional money market fund).

The LCMS Foundation Annual Report provides information about the funds it manages. You may request a copy of this report. It does not provide specific information about the performance of the assets in the reserve for California Gift Annuities.

The 'Gift' amount is the amount distributed to the ministries named in the Gift Annuity agreement. The 'Gift' amount is calculated according to LCMS Foundation policies. It is based upon the total return, expense and Gift Annuity rate assumptions of the American Council on Gift Annuities in effect when the Gift Annuity is established and how many years pass before the death of the last income recipient. When the last income recipient dies, the gift amount is distributed to the ministries.

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