

This annuity is subject to the Pennsylvania Charitable Gift Annuity Exemption Act, which requires the following provisions:

1. Swarthmore College certifies that ("Donor") as evidence of Donor's desire to support the work of Swarthmore College and to make a charitable gift, has this day contributed to Swarthmore College the property listed in Schedule "A" hereto annexed, receipt of which is acknowledged, to be used for its general purposes. Donor and Swarthmore College acknowledge that, as of the date hereof, the fair market value of such property is substantially in excess of the fair market value of the annuity and that the difference between those values constitutes a gift by Donor to Swarthmore College for its charitable purposes.

2. Swarthmore College has advised Donor that a charitable gift annuity is not designed primarily as an investment but rather as a charitable gift.

3. The promise to pay the annuity hereunder is not insurance under the laws of Pennsylvania, is not subject to regulation by the Insurance Department and is not protected by the Pennsylvania Life and Health Insurance Guaranty Association under Article XVII of the Act of May 17, 1921 (P.L. 682, No. 284), known as the Insurance Company Law of 1921, or other protective device.

4. The Donor may contact the treasurer of Swarthmore College, to obtain a copy of the following information:

(A) Swarthmore College's status under section 170(c) of the Internal Revenue Code of 1986 (Public Law 99-514, 26 U.S.C. Section 170 (c) or any successor provisions; and

(B) Financial statements filed with a governmental agency or audited financial statements from Swarthmore College showing that Swarthmore College has unrestricted and unencumbered assets in the form of cash, cash equivalents or publicly-traded securities of at least \$100,000 plus one-half of the principal value of any annuities issued by Swarthmore College and currently in effect.

5. Swarthmore College came into existence in 1864. As a result, Swarthmore College meets the requirements that, for purposes of the Charitable Gift Annuity Exemption Act, a qualified charity must have been in existence for at least three years.

6. Swarthmore College is a qualified charity under Pennsylvania's Charitable Gift Annuity Act because it:

(1) Is an organization described in section 170 (c) of the Internal Revenue Code of 1986, as amended.

(2) Has been in continuous existence for over three years.

(3) Has unrestricted and unencumbered assets in the form of cash, cash equivalents or publicly traded securities of at least \$100,000 plus one-half of the principal value of any annuities issued by Swarthmore College and currently in effect, and

(4) Is an educational institution, the curricula of which in whole or in part is registered with or approved by the Department of Education, either directly or by acceptance of accreditation by an accrediting body recognized by the Department of Education, and any auxiliary associations, foundations, and support groups which are directly responsible to educational institutions.