

PARTNERSHIP OF (DISCRETIONARY) TRUSTS

- 1. Type of Partnership**
- 2. Partners are Discretionary or Family Trusts**
- 3. Capital and income is split between Trusts proportionately**
- 4. Trusts can then split capital and income tax-effectively between Beneficiaries**
- 5. Reduces exposure of individuals' personal assets to business creditors**
- 6. Helps qualify for Capital Gains Tax exemptions in medium to large Partnerships**