

KYEstates.com Estate Tax Political Risk Forecasting Grid (2013)

Futures market prices as of September 30, 2010

Year	Scenario Inputs	Market	Likelihood
2013	Dem President	Intrade	62.8%
	Rep President	Intrade	37.5%
	Dem House	Intrade	36.0%
	Rep House	Intrade	68.0%
	Dem Senate	Intrade	50.0%
	Rep Senate	Intrade	50.0%
	Tied Senate	Intrade	10.0%
2012 AEA \$1m	Intrade/KYEstates	67.8%	
2012 AEA \$3.5m	Intrade/KYEstates	32.2%	

Scenario Outputs	Percentage		
	Likelihood	Estate Tax Exemption	Weighted Exemption
AEA \$1m, Dem Pres, Dem House, Dem Senate	7.7%	\$ 3,500,000	\$ 268,230
AEA \$1m, Dem Pres, Dem House, Rep Senate	7.7%	\$ 1,000,000	\$ 76,637
AEA \$1m, Dem Pres, Dem House, Tied Senate	1.5%	\$ 3,500,000	\$ 53,646
AEA \$1m, Dem Pres, Rep House, Dem Senate	14.5%	\$ 1,000,000	\$ 144,759
AEA \$1m, Dem Pres, Rep House, Rep Senate	14.5%	\$ 1,000,000	\$ 144,759
AEA \$1m, Dem Pres, Rep House, Tied Senate	2.9%	\$ 1,000,000	\$ 28,952
AEA \$1m, Rep Pres, Dem House, Dem Senate	4.6%	\$ 1,000,000	\$ 45,763
AEA \$1m, Rep Pres, Dem House, Rep Senate	4.6%	\$ 1,000,000	\$ 45,763
AEA \$1m, Rep Pres, Dem House, Tied Senate	0.9%	\$ 1,000,000	\$ 9,153
AEA \$1m, Rep Pres, Rep House, Dem Senate	8.6%	\$ 1,000,000	\$ 86,441
AEA \$1m, Rep Pres, Rep House, Rep Senate	8.6%	\$ 10,000,000	\$ 864,405
AEA \$1m, Rep Pres, Rep House, Tied Senate	1.7%	\$ 10,000,000	\$ 172,881
AEA \$3.5m, Dem Pres, Dem House, Dem Senate	3.6%	\$ 3,500,000	\$ 127,410
AEA \$3.5m, Dem Pres, Dem House, Rep Senate	3.6%	\$ 3,500,000	\$ 127,410
AEA \$3.5m, Dem Pres, Dem House, Tied Senate	0.7%	\$ 3,500,000	\$ 25,482
AEA \$3.5m, Dem Pres, Rep House, Dem Senate	6.9%	\$ 3,500,000	\$ 240,663
AEA \$3.5m, Dem Pres, Rep House, Rep Senate	6.9%	\$ 3,500,000	\$ 240,663
AEA \$3.5m, Dem Pres, Rep House, Tied Senate	1.4%	\$ 3,500,000	\$ 48,133
AEA \$3.5m, Rep Pres, Dem House, Dem Senate	2.2%	\$ 3,500,000	\$ 76,081
AEA \$3.5m, Rep Pres, Dem House, Rep Senate	2.2%	\$ 3,500,000	\$ 76,081
AEA \$3.5m, Rep Pres, Dem House, Tied Senate	0.4%	\$ 3,500,000	\$ 15,216
AEA \$3.5m, Rep Pres, Rep House, Dem Senate	4.1%	\$ 3,500,000	\$ 143,708
AEA \$3.5m, Rep Pres, Rep House, Rep Senate	4.1%	\$ 10,000,000	\$ 410,595
AEA \$3.5m, Rep Pres, Rep House, Tied Senate	0.8%	\$ 10,000,000	\$ 82,119

Sum of Probabilities: 114.7%

Sum of Exemptions: \$ 3,554,948

Normalized Sum of Exemptions: \$ 3,098,178

Rounded to nearest \$10,000: \$ 3,100,000

Political Risk-Adjusted Estate Tax Exemption, 2013-Forward \$ 3,100,000