

Nicol Investors Corporation 529 Plan Sales Disclosure Form

What is A 529 Plan? A 529 plan is a college savings plan that allows individuals to save for college on a tax-advantaged basis. Every state offers at least one 529 plan. When you contribute to a 529 plan the money in the plan grows on a federal tax-deferred basis. Funds in the 529 plan can be withdrawn federal tax-free for qualified education expenses at any eligible college, university or graduate school in the U.S. That includes tuition, fees, books, room and board, and even some expenses for special needs students. A 529 plan offers great flexibility and control as well – you, as the Beneficiaries at any time which is helpful when education plans change or are interrupted. And even though, your contributions to the 529 plan are considered a gift and are removed from your federal taxable estate, as the account holder you maintain control and can take back the gift at any time.

Buying Considerations. Before buying a 529 plan, you should find out about the particular plan and its fees and expenses. You should also consider that certain states offer tax benefits and fee savings to in-state residents. Whether a state tax deduction and/or application fee savings are available depends on your state of residence. State tax or other benefits should be one of many factors to be considered prior to making an investment decision. If you purchase a 529 plan through Nicol Investors Corporation, we are compensated from the 529 plan program sponsor in much the same manner as it does when you purchase mutual funds.

Please initial the following boxes if you feel the following statements are accurate:

My Representative has disclosed and explained all fees, expenses and sales charges for the selected 529 plan.

My Representative has provided me a prospectus for this 529 Plan.

My Representative has disclosed the tax benefits (if any) of purchasing my state-of-residence 529 plan.

I have selected for purchase an out-of-state 529 plan and am aware that I will not receive the tax-advantages of my state-of-residence Plan.

Owner Signature _____ **Date** _____

Representative Signature _____ **Date** _____