



LINE OF CREDIT QUICK CARD FOR TRUSTS

A securities-backed line of credit and an insurance-backed line of credit (each a Line of Credit) provides trust clients with a flexible way to access cash should the need arise. A Line of Credit can be established through a simple application process compared to other financing solutions. This quick card outlines additional documentation requirements that may apply when opening a Line of Credit for a trust client. Following these guidelines will help expedite account opening.

Account Eligibility

Trusts that are **ELIGIBLE** for a Line of Credit include:

- Living Trust (Irrevocable and Revocable)
- Testamentary Trust

Trusts that are **INELIGIBLE** for a Line of Credit include:

- Charitable Remainder Trust
- Charitable Lead Trust
- Special Needs Trust

Supplemental Documentation Requirements¹

The Line of Credit Application and a Trustee Certification/Affidavit must be completed and provided by the Trustee(s) for all trusts. A fully executed copy of the trust is required in the following instances²:

Irrevocable:

- The trust is governed by the laws of one of the following states: LA, NY, OK and RI
- The loan request is \geq \$5 million³
- The trust is a third-party pledgor⁴
- The trust is governed by the laws of a U.S. territory

Revocable:

- One or more grantors/settlors are deceased
- The trust is governed by the laws of a U.S. territory

¹ Additional document requirements may apply.

² The Bank (defined below) may require a copy of the trust at any time even if one of these scenarios is not present.

³ If the Line of Credit account value does not equal or exceed \$5,000,000 at the time it is approved, but subsequently equals or exceeds this amount, the Bank may request a copy of the trust.

⁴ A third-party pledgor is a person or entity pledging assets to secure a Line of Credit provided to another person or entity.



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Trust Certification/Affidavit

Things to remember:

- States requiring a notary acknowledgment: CA, CO, DE, MN, MS, NV, SD, TN, VT
- States requiring a copy or abstract of trustee's powers: AK, AL, AR, AZ, CO, CT, DC, DE, FL, GA, HI, IL, KS, KY, MA, MD, MI, MO, MS, MT, NC, NH, NJ, NM, OH, OR, PA, SC, TN, TX, UT, VA, VT, WA, WI, WV, WY
- ALL acting trustees must sign the Trustee Certification/Affidavit. If only one trustee is required to act, all trustees must confirm this ability by signing the Trustee Certification/Affidavit. One trustee may then sign the remainder of the Line of Credit documents.
- The Trustee Certification/Affidavit must be completed in its entirety.
- Trust Name:
 - The full, legal name of the trust must be stated in all areas requested, and the name must be the same on the application.
 - Abbreviations should not be used. However, the following abbreviations may be accepted:

Accepted Abbreviations

"TST" and "TRST" for Trust

"LIV" for living

"FAM" for family

"REV" for revocable

"IRREV" for irrevocable

- If a revocable trust is governed by LA, NY, OK or RI, grantors (a/k/a settlors, trustors or testators) must sign the last page. Each signature must be notarized if the trust is governed by a state with notary requirements. See above list of states with notary requirements.

Important Links, Tools and Contacts

Account Opening Team

302.791.4232
underwriting@thebancorp.com

Client Success

866.435.1370

This Quick Card is for discussion purposes only. The foregoing requirements represent a partial description of requirements for a Line of Credit to be considered by The Bancorp Bank, N.A. (the "Bank"). Any offer to provide a loan will be subject to the Bank's satisfactory completion of due diligence, credit underwriting, legal analysis, loan documentation and funding conditions. The conditions that have been set forth above are subject to change. For more information, contact us at 866.435.1370.

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