

Custodial Account Transfer Worksheet

You and your beneficiary can use this worksheet as you go through the custodial account conversion process. As important action dates approach, we hope you'll find the worksheet helpful in making key financial planning decisions.

Step 1: Prepare to discuss the transition of the custodial account.

- Schedule time for discussions with your beneficiary in advance of the account termination date.
- Be sure to have copies of recent account statements handy to share with your beneficiary. (You can download copies at Schwab.com.)

Step 2: Review your current investment strategy with your beneficiary.

- Discuss the original goal for the account (e.g., education): _____.
- Review recent account statements and investing positions (e.g., stocks, bonds, mutual funds, etc.).
- Explore any upcoming relevant topics, including the tax implications of gains and losses, for the current year and in general.

Step 3: Review the current account features with your beneficiary.

Payment features

Any automatic payments set up for the account **will automatically end on the account termination date.**

- Discuss whether any automatic payments should continue. Payment features can be easily reestablished by the beneficiary after the account transition, or you'll have to make other arrangements for any continuing payments.
- If you use Schwab One® checks, make sure that any checks you write will have enough time to clear before the account termination date.
- If any automatic payments are scheduled for immediately after the account termination date, you may want to consider paying them early to avoid potential interruptions in your payment schedule.

Automatic payments from this account

You can use the following chart to list payments you're currently making from the custodial account, and share this information with your beneficiary.

Payment Features	Payment to	Payment Amount	Frequency	Used for
Example: Schwab MoneyLink® withdrawal	USC	\$2,500	Biannually	Tuition
Schwab MoneyLink withdrawal(s)				
Electronic/ACH withdrawal debit(s)				
Schwab One checks (not applicable to IRAs)				

Step 3: Review the current account features with your beneficiary.
(Continued)

Deposit features

Any automatic deposits set up for the account from the Schwab MoneyLink® feature or other entities **will automatically end on the account termination date.**

- Discuss whether any automatic deposits exist and should be canceled, and whether any new deposit features (such as Direct Deposit) should be established.
- Cancel any automatic deposits from external sources by contacting the sources directly.

Automatic deposits to this account

You can use the following chart to list automatic deposits currently directed to the custodial account, and share this information with your beneficiary.

Deposit Features	From	Amount	Frequency
Example: Direct Deposit service	Custodian's employer	\$1,000	Bimonthly
Direct Deposit service			
Schwab MoneyLink deposit(s)			
Other electronic/ACH deposit(s)			

Step 4: Discuss your beneficiary's options for handling the custodial assets.

Three options for the beneficiary

Note: We can't accept forms signed or received before the termination date.

Option 1

Convert the Account	What Your Beneficiary Must Do	Note
Convert the account into his or her name.	Depending on account type, your beneficiary will need to complete and return either the Schwab One® Custodial Beneficiary Conversion Account Application or the Schwab Custodial IRA Reregistration Application as soon as possible after the account termination date.	Your beneficiary will need the account number to complete the form. Once the account is converted into his or her name, the account number will remain the same in order to preserve account history.

Option 2

Transfer the Account	What Your Beneficiary Must Do	Note
Transfer the assets to another financial institution.	Complete and return either the Custodial Account Beneficiary Distribution Form or the Schwab Custodial IRA Reregistration Application , depending on account type. Forms must be accompanied by a copy of your beneficiary's identification (student ID, state driver's license, or passport). Contact the other financial institution to initiate the transfer process.	The account will be reregistered in the beneficiary's name in order to process the transfer.

Step 4: Discuss your beneficiary's options for handling the custodial assets. (Continued)

Option 3

Close the Account and Request a Check	What Your Beneficiary Must Do	Note
Liquidate the assets.	Your beneficiary will need to complete and return either the Custodial Account Beneficiary Distribution Form or the IRA Distribution Request Form . The form must be accompanied by a copy of your beneficiary's identification (student ID, state driver's license, or passport).	Please consult a tax professional regarding possible penalties and tax consequences.

Step 5: Discuss the timing and impact of the account termination date on the custodial account.

Account events related to the termination date

	Changes for the Custodian	Changes for Your Beneficiary
On the termination date for custodianship:	Your account access will be restricted. Still permitted: • Sales of existing assets No longer permitted: • Withdrawals and new trades • Deposits • Automatic payments and Schwab One® check activity (if applicable)	Your beneficiary will become the legal owner of the account assets. However, in order to transfer the assets to the beneficiary, we must receive instructions from him or her as soon as possible after the termination date.
90 days after the account termination date for custodianship:	Your account authorities and access to the custodial account will end.	If we haven't received instructions from your beneficiary, the account will be reregistered in his or her name but will remain restricted until we receive instructions. If we don't hear from your beneficiary, the account may eventually be subject to the unclaimed property laws of your state.

Step 6: Look to Schwab for help.

- Visit schwabmoneywise.com for guidance in your discussions with your beneficiary about financial planning and money management.
- Encourage your beneficiary to contact Schwab at 1-800-435-4000 with any questions.
- Check schwab.com/collegesavings for information about paying for college.
- Go to schwab.com/custodialtransfer to download or complete the necessary forms.

