

CONTRACT TRUST CALL

May 23, 2020

RECORD

DISCLAIMER Hello Everyone. Today is Saturday, May 23, 2020. Welcome to our Contract Trust Conference Call. We are not accountants, tax professionals, lawyers or currency dealers. We are not engaged in rendering legal, tax, accounting or other professional advice. Should you require those services, you should retain competent advice from a professional in that field.

WELCOME Thanks for joining us today. My name is Carol Werelius and my associate Jim Knox and I have these calls every 2nd and 4th Saturday of the month. These calls are recorded and available on our website, www.indicatorinformation.com, iqdcalls.com and YouTube. We would like to take this opportunity to review our Common Law Contract Trust, and why we think it is the best vehicle for you to protect your assets. As always, your questions are welcome. Just press *6 on your phone to raise your hand.

First of all, a little housekeeping. As most of you are aware, we have a spectacular members only website. We realize the assigned passwords are very long, but we need to keep them that way to reduce hackers. We strongly encourage the use of Roboform or other password manager to “remember” the password for you. Jim, I know you have a few things to add here.

Also, speaking of websites, we now accept applications only from our website www.3itrustapp.com. We have found this method to be more accurate for entering your data into our system. For those of you who have only the Abstract of Trust, you will have to reenter your application information at www.3itrustapp.com/private-application.

Jim and I have been very open to the fact that we will be taking some time off immediately post RV. We do have trained staff that will complete your Trusts, but they will NOT be available to answer your questions. We will endeavor to answer all of your emails as time permits.

Right now, most of us are wondering when this thing is going to happen. For many of us, it has been a long wait.

Many of you have asked about getting the WF emails. Many years ago there were some groups put together who were promised higher rates than the screen rate. At first it was General 64/Studley, which has since been absorbed by Wells Fargo. So now its known as the Wells Fargo group. I'm sure there may be others. You cannot join a group now. I am also surmising that currency dealers turned over their customer databases to WF, in an effort to reach as many people as possible. DO NOT call Wells Fargo. Those in the retail side of the bank will have no knowledge of this. We are all awaiting 800#s or some notification that it's a go. While we will not post any 800#s on our website, we will advise you of the fact that they are out and share with you some websites that will be posting those numbers.

I believe most of us have read that we will be required to sign an NDA upon our exchange/redemption. From what I've read, we cannot say RV, exchange, redemption, Dinar, Dong, Zim, etc. for 90-180 days. We cannot say ANYTHING regarding this event. For that reason, Jim and I will avoid mentioning those terms in our calls anymore, but simply referring to it as the "event".

Now that the housekeeping is out of the way, lets talk about asset protection.

1. **Right now, we are all anxious for this event to unfold. The question becomes, "Are you ready?"** Have you thought about asset protection? Have you thought about taking care of future generations? Have you thought about who's going to help you, or possibly hinder you, in this new endeavor?
 - a. These are all very valid and very important questions to ask yourself. You need to be prepared, not only with your paperwork, but the plans you have going forward.
 - b. We can assist you with asset protection, future generations and management options all with the use of our Common Law Contract Trust.

2. **So, what is a Contract Trust?**

- a. A Common Law Contract Trust is not really a Trust at all, but a contract in Trust format. It is a unique agency of commerce that offers numerous advantages in the areas of estate preservation and asset protection.

3. **You may be wondering, is Common Law still valid?**

- a. Common law is the system of law which is based on judges' decisions and on custom rather than on written laws.
- b. Judging by what I'm reading, we will soon be returning to Common Law as the law of the land with the institution of NESARA.
- c. While some attorneys may try to convince you otherwise, common law is still very valid.
- d. The basis for the term "Common Law Trust" in this instance is not that the organizations are creatures of common law, but they are created under the common law of contracts and do not depend upon any statute. They derive no power, benefit or privilege from any statute.
- e. All of the various states of this country, except for Louisiana, have founded their systems on the common law of England and have adopted its rules of "Stare Decisis", under which unwritten law is made through case law decision.
- f. We are guaranteed the right to contract from our Constitution. Since the Contract Trust springs from contract, common law, there is an inalienable right to use them freely.

4. **The advantages of the Contract Trust are many.**

- a. The Contract Trust owns and controls its assets through its Trustees, who keep controlling minutes of their actions.
- b. As Trustee, you are in total control of the Trust and its assets. There is NO ONE between you and your money.
- c. A person can transfer all of his or her property, real or personal, to a Contract Trust, providing exceptional asset protection. Such property is thereby protected from personal liabilities, probate and death taxes.
- d. A person can name successor Trustees to carry on the management of the Trust upon the original Trustees death or incapacity.
- e. Our website offers pages of guides, suggestions and sample Minutes for your needs.
- f. The Contract Trusts that we prepare are irrevocable.
- g. Setting up your Contract Trust pre event guarantees your privacy and anonymity, and shows the bank you are prepared for asset protection.
- h. As far so-called Skeleton or Temporary Trusts, they are revocable and unfortunately, the bank becomes you partner.

5. **Our Trusts are often called Massachusetts Business Trusts.** In the early part of the last century, in certain states, specifically Massachusetts, it was illegal for a corporation to own real estate in its own name. This created a basic liability problem for individuals. Businessmen looked for an agency of commerce that would give the advantages of corporations without the inherent disadvantages to solve the liability problems. They looked into English common law and found what they were looking for in Smith v. Anderson.

- a. The Smith decision established the validity and viability of these

entities in English common law in beginning 1880. The Smith decision has never been reversed.

6. **The participants of the Contract Trust are the Creator, Investor/Exchanger, Trustees and Certificate Holders of Beneficial Interest.**
 - a. The Creator, a separate natural person from the Investor/Exchanger, initially represents the Contract Trust and bargains with the Investor/Exchanger to exchange \$21 and 100 Trust Certificate Units for the Investor/Exchanger's property. That is how your asset becomes part of the Trust.
 - b. There are 4 ways to transfer property; gift, sale, assignment or exchange. The Contract Trust uses the Exchange method.
 - c. The Creator then appoints the First Trustee, either himself, or another of his choosing. *That person could be the original Investor/Exchanger.* Once the First Trustee is appointed, the Creator exits the Contract Trust contract.
7. **The business of your Trust is Estate Planning.**
8. **The issuance of Certificates may be a stumbling block for some. It needn't be.**
 - a. The Certificate represents the Exchange between the Creator and Investor/Exchanger. The initial investment of money or property by the Exchanger is a fixed irrevocable investment.
 - b. The Certificates are the personal property of the record owner alone, without reservation of any community property interest. Ownership does not entitle the Certificate Holders to any legal or equitable title in or to the Trust Organization properties or assets, but shall only entitle the record owners of Trust Units to their proportionate shares of distributions.

- c. Unlike a corporation, no Certificate Holder shall have any right to manage or control the destiny, property, affairs, or business of the Trust Organization or the Trustees.
 - d. The Certificate becomes Null and Void upon the death of the Holder. It is the responsibility of the remaining or Successor Trustees to issue new Certificates.
 - e. You will receive 2 Trust Certificates with your Trust. They are to be signed by the Creator. We also provide a blank Certificate on plain paper. You can use this to create new Certificates as they are needed, when the original holder dies.
9. **We provide legal back-up supporting Contract Business Trusts on our website.** As part of your Trust package, you will receive access to our members only website, which includes American Jurisprudence 2nd Volume 13, as well as explanations of the Contract Trust and operating instructions.
- a. Should you choose to look it up, look in the B as in Business section. Not in the T as in Tom section of the Law Library.
10. **Many people ask if they need more than one Contract Trust?**
- a. While you probably don't need additional Contract Trusts at this point, you will most likely want to diversify post event.
 - b. We like to call this first Contract Trust your Motherlode Trust. It is and should stay private, known only to you and your Private Banker/Wealth Managers.
 - c. We suggest that you never purchase anything from this Trust, and never do online banking from this Trust. You won't even need checks or a debit card.

- d. Once all the initial business of the RV has settled down, you may wish to create additional Contract Trusts for specific needs.

11. Do I need an EIN for each Trust?

- a. That all depends on the purpose of the Trust. If you anticipate doing any banking from a Contract Trust, it needs its own EIN.
- b. We obtain the EINs on your behalf, as part of our service.

12. Now that I know how my asset gets into the Contract Trust, how do I get money out of it?

- a. There are actually several different ways. The first way is to pay yourself a modest salary as Trustee. This should be enough to cover your everyday needs, groceries, utilities, gasoline, medical bills, etc. The second way is to declare and pay a “Distribution” to the Trust Certificate Holders of the Contract Trust. In either case, this money is taxable income to you. You probably want to take some money this way and pay a minimal amount of tax.
- b. You could also borrow from the Trust. A big question for many is “How do I pay off my house?” or “How do I purchase new property?” There are a couple of ways to do this. You could borrow the money from the Trust, essentially a new mortgage or refi, (refinance) that you control, or the Trust could pay-off/purchase the property itself. In either case scenario, you still end up owning the property in your own name. This is NOT a good idea if you are trying to keep a low profile.
- c. A better option is to obtain a mortgage from the Trust, secured with a promissory note, and put the house into a Real Estate Trust. This would be optimal for larger expenses and is not a taxable event! You could use this same method to purchase new vehicles, etc.

- d. Creating secondary Contract Trusts is another way to purchase big ticket items without creating a loan or a taxable event.
 - e. Don't forget about tax deductible expenses. What about vacations and golf and tennis club memberships? As a Trustee you are charged with managing and growing your Trust. That means you probably want to investigate business opportunities and relationships, does it not? Most of those expenses are tax deductible to the Contract Trust.
 - f. Regardless of which method or combination of methods you choose, be sure to write minutes to support your actions. You must be diligent in keeping the Contract Trust legal and in compliance with Federal, State, County and City codes.
13. **We have heard that this event may not be taxable. Many of you would like to know how you can take advantage of the one time tax break?**
- a. I think most of us have issues that we need to address post RV. Whether it be outstanding debt, a new car, helping out friends, we don't want to pay taxes if we don't have to. So, at the exchange, how about this scenario? "Mr. Banker, I now have x million dollars. I would like you to put \$100K into my personal account. Here is my account number/wiring instructions. I would like to take \$9500 cash with me when I leave today, as well as a debit/credit card attached to my personal account. I will need these wires to be sent and here is a list of cashiers checks that I need. I will need a pass through account for X \$. I would like to put the balance into an account at your bank for ABC Trust. Here is my paperwork (Abstract and EIN should be all that you need.)". Again, I am not a CPA or tax planner. This is just my opinion on how we may be able to take advantage of this one-time tax break. This is obviously pretty simplified, but you get the idea.
14. **Currently, we have heard there will not be any federal taxes imposed on the revaluation of the asset.** However, you may wish to be prudent and set

up a Secondary Trust account to pay the taxes. If it is taxed, you're covered, if not, you have a sizable bonus.

- a. I have heard the because the Zim may be classified as a bond, it **may** be taxable.
- b. Any interest earned will be taxable.
- c. If you live in state that imposes state income, we recommend you domicile your Contract Trust in a state that does not. We suggest Wyoming or Washington.
- d. The actual exchange may not be a taxable event, but disbursements to the Trustees are always taxable to the Trustee. The amount paid to the Trustee is a deduction to the Trust, so its not double taxation.

15. You may be wondering what I meant by a pass through account.

- a. Some of us have more than one Trust at present. Personally, I don't believe we will have the time or the opportunity to open more than account. By setting up a pass through account, you will be able to fund those Trusts, without creating a taxable event.
- b. While we're on that subject, if you have a current bank account for your trust, you will want to open a second account and close the first. I have heard that we can't mix "old" fiat money with "new" asset backed money. I do have more instructions on this. If you would like more information, just email me.

16. We have heard that we should have a separate account for the dinar, apart from other currencies. Does that mean another Trust?

- a. The important word here is "account". One Contract Trust can own several bank accounts, so the answer would be no. However, you can have additional Trusts if you feel you want to set it that way.

- b. The Trust can have as many bank accounts in as many banks and locations as you feel appropriate. Personally, my husband and I will have our Motherlode Trust accounts at several different banks.

17. Do I have to contact you to write minutes or update my Trust?

- a. Several years ago, when my husband Jay and I started in the Trust business, Jay said, “We can’t just give people the keys to this F16 without giving them an owners manual”, so we created several booklets about the Trust, including “How to Operate”. Our website has links to those booklets, including sample minutes for your use, as well as a host of legal back up, including Am Jur 2nd, on Contract Trusts.
- b. We give you very specific directions on operating your Trust, as well as instruction on writing minutes that document your actions. This saves you time and money.

18. How long does it take to set up a Contract Trust and how much does it cost?

- a. Typical turnaround time has been less than a week, until recently. With all the anticipation of the event happening soon, we have been very busy.
- b. The pre event cost is \$1995 for the first Trust, additional Trusts are \$1695.
- c. This is a one time charge and since it is not registered with the state, there are no annual fees to the state like there are with corps and LLCs.
- d. We also offer a \$300 referral fee for new clients.

19. **Jim...**

That's about it for today. Thank you Jim for your assistance. Thanks to all of you for your attention and participation. We may or may not be back in couple of weeks. Enjoy your weekend and may it be a blessed one for all of us.

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