

GREENTHOS INSIGHTS



**THE DISCUSSION AROUND
ESTATE PLANNING**

**FAMILY FINANCIAL
PLANNING**

**ALL ABOUT CHILD
TRUSTS**

THE DISCUSSION AROUND ESTATE PLANNING

Most people assume that estate planning is only for the ultra wealthy and that they have no assets that would justify estate planning. It is necessary to change perspectives from the typical to this "bothersome" but transformative reality. Estate planning is essential because it ensures that the future is taken care of while being ready for the worst.

Consider your estate plan as your personal belongings' security deposit. What happens when you get sick? How much of your estate is divided up among your family when you pass away? An estate plan provides answers to all inquiries.

Estate Planning takes the shape and form of listing all of your assets, creating a trust, drafting a will, thinking through your healthcare options, choosing life insurance, and ensuring that wealth and ensuring that wealth is created, preserved, and passed on seamlessly to the next generation.

This Newsletter is an initiative to boost awareness of the importance of estate planning. Time is of essence when it comes to such issues so it is important to start building a foundation for your family's future through estate planning.

NAVIGATING WEALTH TRANSFER WITH GREENTHOS CAPITAL



Welcome to the inaugural issue of the Greenthos Insights Newsletter. In this edition, we delve into the estate planning discussion and strategies to grow, preserve wealth across generations. With this newsletter series, we shall explore the establishment of family trusts/family offices investment opportunities in Uganda, and provide insights for our readers on succession/legacy planning. We shall also explore utilising life assurance as a tool for estate planning, establishing efficient tax planning, offshore financial planning, family governance structures and address some of your estate planning questions.

At Greenthos Capital, we take pride in being a leading trust services provider, helping generations of Africans create and preserve generational wealth. Our services include Wills, trusts, trust administration, wealth advisory among others. We cater to individuals from diverse backgrounds and prioritise helping our clients meet their most important financial goals.

What does legacy mean to you? For some, it means securing their children's education and leaving an inheritance for their loved ones through a Will. For others, it is structuring wealth in a trust so it is seamlessly transferred to the next generation, and for others, it is contributing to causes that they deem worthy. Greenthos Capital's trust solutions give you an opportunity to reach your legacy goals through intentional wealth structuring.

We hope that this newsletter proves to be a valuable resource for you, providing essential information and guidance on how to secure your financial legacy. Thank you for joining us on this informative journey.

GLORIA KAMBEDHA, CFA

FAMILY FINANCIAL PLANNING

Whatever name you give it, succession planning, intergenerational wealth, or leaving a legacy, they're all ultimately about transferring your assets to your beneficiaries. If, of course, there is a plan in place to do so—that is, your estate plan—then this can be done in a variety of ways and at different periods, whether you are still living or have since died.

There is more to estate planning than just writing a will and it's a potentially strong tool. It can guarantee not just that your loved ones will be properly cared for after your death, but also a more seamless transfer of money across generations. Even if a valid will is undoubtedly one of the most critical documents, an estate plan contains much more and can have a significant influence when included as part of a comprehensive family financial strategy.



THERE ARE SEVERAL BENEFITS TO ORGANIZING A FINANCIAL PLAN AROUND THE FAMILY AS A WHOLE



With a family financial plan, you can assess how your death will affect your family's and dependents' finances by completing a liquidity plan.

This will provide you with a clearer idea of whether any assets would need to be sold to create liquidity to pay off any outstanding debt and other obligations.

Even though the value of your estate may be high, you may not have much or any cash. Knowing what assets will be available to generate liquidity and support your family is therefore crucial.

A family financial plan facilitates a seamless transfer for beneficiaries since they are well-informed about the family's financial status.

When disputes over assets occur, shared responsibilities within the family might lessen the likelihood of hostility amongst relatives. Ensuring that assets are transmitted to the next generation as intended requires ongoing, transparent communication.

Assets can be arranged to minimize charges, such as by designating beneficiaries and making sure those designations are current and in line with your last will and testament.

As with anything family-related, it is crucial to have the correct bespoke advice in order to create a family plan that suits your family.

Please contact us if you would like to know more about this offering.

ALL ABOUT CHILD TRUSTS

It is so easy to set up a child trust. With just an initial amount you can build your child's trust fund to a level that can set them up for financial success when they come of age.

What is a child's trust?

This is a trust created for minor children (under the age of 18 years).

When can you create a child trust?

- **During your lifetime:**

To position the client for success once they reach adulthood, a child trust can be established at any time. A living child trust can either give the child a lump sum payment upon reaching adulthood or a regular stream of income.

- **After your lifetime:**

A child's trust can be established by your Will. In this case, the child's trust is established at the testator's passing and is in effect until the child reaches the age mentioned in the Will or becomes old enough to handle their own finances.

How do you manage a child's trust?

A trustee receives the assets for your child's trust and oversees them on the minor's behalf. The Trust may provide the minor with:

- An annuity to cover particular costs.
- A one-time payment upon the child's legal adulthood.

What are the costs?

A management fee will be charged on the trust funds invested. There are no other fees to operate your Child Trust and no fee is charged when the funds are paid out.

How do you set up your child's trust?

Anyone can set up a Child Trust. Follow these steps:

1. Complete a trust formation application form as guided by your Greenthos Capital advisor.
2. Sign a deed to complete your agreement with Greenthos Capital Limited and establish your Child's trust.



ABOUT GREENTHOS CAPITAL

Greenthos Capital Ltd is a trust services company established in 2021 with an aim of creating wealth for now and future generations of Africans.

Our services focus on the transfer, preservation and management of assets across generations. We create enduring value for our clients in the areas of estate/trust administration and management of asset interests.

Work with us today

We invite you to be a part of Greenthos Capital to experience a new way of managing your wealth for now and future generations.

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