

NOVYI SOKIL STOCK DONATION PROCEDURE

In 2019, Novyi Sokil began accepting donations of publicly traded stock. A prospective donor may consider a stock donation to be attractive for at least two reasons. Firstly, stock donations do not necessitate an immediate monetary outlay like monetary donations. Secondly, for U.S. income tax purposes, the donor will be considered to have donated the full cash value of the stock on the date of its transfer, which may benefit the donor's tax position. Yet a donation of appreciated stock will not subject the donor to capital gains tax, since the stock is transferred to Plast USA in kind versus (Plast also avoids paying capital gains on its subsequent sale of the stock tax due to its non-profit status).

The procedure for donating stock to Novyi Sokil is as follows:

STEP 1: Inform Plast of identity and amount of intended stock donation – send an email message to Plast USA financial advisor **Michael Zawadiwskyj** (mikez@redoakwm.com), CCing Novyi Sokil Fundraising Chair **Peter Elyjiw** (pete.elyjiw@gmail.com), identifying the amount and identity of the stock or mutual fund shares to be donated.

STEP 2: Await email reply from Plast advisor confirming that stock is eligible for donation - the Plast advisor will confirm donation eligibility and will provide details of Plast USA's brokerage account (caveat: most stocks will be eligible, but some penny stocks may be ineligible).

STEP 3: Forward details of Plast USA's brokerage account to your stock custodian – the details of Plast USA's brokerage account, as provided in the positive email reply received in STEP 2 above, should then be forwarded to your stock custodian (e.g. your financial advisor). If your custodian requires additional information, please contact Michael Zawadiwskyj at the above email address.

STEP 4: Await confirmation of transfer from Plast advisor – when the stock transfer is completed, the Plast advisor will confirm that fact via email. At this stage, you may be asked to confirm your contact information and to identify how your donation should be memorialized on a commemorative item (e.g. paver brick—presumes minimum \$500 donation) to be installed at Novyi Sokil. A tax receipt will be sent at the beginning of the following year.

Questions? Please contact Michael Zawadiwskyj or Peter Elyjiw at the above email addresses.

Thank you for supporting Novyi Sokil!