



COLLEGE SAVINGS PROGRAM  
BY COLLEGEINVEST®

# Accumulation Privilege/ Letter of Intent Form

This form is used to link Scholars Choice accounts for purposes of the Accumulation Privilege or to establish a Letter of Intent with respect to Class A Units. Scholars Choice accounts may be aggregated for these purposes only if such accounts are maintained on the same recordkeeping platform. Currently, Bank of New York Mellon (BNYM) performs recordkeeping services for Scholars Choice accounts on behalf of Account Owners who establish accounts through broker/dealers other than Morgan Stanley Wealth Management MS. MS performs recordkeeping services for Scholars Choice accounts on behalf of Account Owners who establish accounts through MS financial professionals.

## 1. Account Owner Information

Please read the terms and conditions set forth in this form carefully. Complete the applicable sections of the form and sign where indicated in Section 4. Check with your financial professional to see if any of this information can be processed over the phone (888-572-4652) or via fax (508-599-4157). This service may not be available at all selling institutions.

Account Owner Name (First, Middle Initial, and Last)

Account Owner Social Security Number or TIN<sup>1</sup>

Account Owner Mailing Address

City

State

ZIP Code

Account Owner Telephone Number

Financial Professional Name

Financial Professional Telephone Number

**All existing and future Scholars Choice accounts owned by the Account Owner named above will automatically link for the Accumulation Privilege and/or Letter of Intent.**

## 2. Accumulation Privilege

The Accumulation Privilege allows an Account Owner to combine the current value of all units (including Class A, B, C and O Units) of Scholars Choice portfolios held in certain accounts owned by the Account Owner, the Account Owner's spouse, and the Account Owner's children under the age of 21 with the dollar amount of the Account Owner's next purchase of Class A Units of a Scholars Choice portfolio for purposes of calculating the initial sales charge applicable to such next purchase. Please refer to the Scholars Choice Program Disclosure Statement for additional information, including information about applicable initial sales charges.

I qualify for the Scholars Choice Accumulation Privilege as described above and in the Scholars Choice Program Disclosure Statement.

List the Scholars Choice accounts that are eligible to be linked to the Account Owner noted in Section 1.

	Account Owner Name (First, Middle Initial and Last)	Relationship to Account Owner designated in Section 1	Scholars Choice Account Number	Account Owner Social Security Number or TIN <sup>1</sup>
1				
2				
3				
4				
5				
6				
7				
8				

<sup>1</sup> Taxpayer Identification Number

**INVESTMENT PRODUCTS: NOT FDIC INSURED • NO BANK GUARANTEE • MAY LOSE VALUE**



### 3. Letter of Intent

A Letter of Intent allows an Account Owner to select an Asset Level Goal, as indicated in Section 3b below, and to pay an initial sales charge, if any, with respect to any Class A Units purchased during such 13-month period calculated by treating all purchases of all Units of the Scholars Choice portfolios during such 13-month period as having been made at the same time. You may include purchases of all units of the Scholars Choice portfolios made in Scholars Choice accounts owned by you, your spouse and your children under the age of 21, as designated in Section 1 and Section 2 of this form, as well as the current value of all units held in such accounts, toward attaining your Asset Level Goal. Units of the Scholars Choice portfolios include Class A, B, C and O Units. Effective September 12, 2011, Class B Units of the Scholars Choice portfolios are no longer available for purchase. Please refer to Section 3d of this form and the Scholars Choice Program Disclosure Statement for additional information.

#### 3a. Type of Action Requested (Check all that apply)

- Establish a new Letter of Intent.
- Increase existing Letter of Intent amount with the new amount indicated in Section 3b.

#### 3b. Asset Level Goal (Check one only)

Please indicate your Asset Level Goal for the 13-month term of this Letter of Intent.

- \$50,000       \$100,000       \$250,000       \$500,000

#### 3c. Eligible Account Information

You may include purchases of all units of the Scholars Choice portfolios to be made in Scholars Choice accounts owned by you, your spouse and your children under the age of 21, as well as the current value of all Units purchased in these accounts at any time prior to entering into this Letter of Intent, toward attaining your Asset Level Goal. Please see the Scholars Choice Program Disclosure Statement for additional information.

- All accounts listed in Section 2 should be linked to the Account Owner designated in Section 1 for purposes of this Letter of Intent.**

#### 3d. Letter of Intent Terms and Conditions

**EACH PURCHASE OF SCHOLARS CHOICE UNITS MADE PURSUANT TO THIS LETTER OF INTENT IS SUBJECT TO THE TERMS AND CONDITIONS CONTAINED HEREIN AND IN THE PROGRAM DISCLOSURE STATEMENT IN EFFECT AT THE TIME OF THE SPECIFIC PURCHASE.**

By completing Section 3 of this form and signing below in Section 4 of this form, you are indicating your intention to make, in *Eligible Scholars Choice Accounts* over a 13-month period commencing upon execution of this form in accordance with the terms and conditions set forth below, *Eligible Scholars Choice Purchases* in an amount equal to your Asset Level Goal, less any *Eligible Scholars Choice Prior Purchases*. For this purpose, units in a Scholars Choice portfolio are calculated based on the amount paid (including any initial sales charges) for such units, plus any appreciation in the value of the units as of the date of calculation, except for *Eligible Scholars Choice Prior Purchases*, which are valued at current value as of the date of calculation. Your commitment will be met if at any time during the 13-month period, the value, as so determined, of *Eligible Scholars Choice Purchases* and *Eligible Scholars Choice Prior Purchases* is at least equal to your Asset Level Goal. You may include any *Eligible Scholars Choice Purchases* toward your Asset Level Goal, including unit classes other than Class A Units. However, this Letter of Intent will not entitle you to a reduction in the initial sales charge payable on any units other than Class A Units, and if the units are subject to a deferred sales charge, you will still be subject to that deferred sales charge with respect to those units. Please note that units redeemed prior to reaching your Asset Level Goal will not be counted toward meeting your Asset Level Goal.

**Eligible Scholars Choice Purchases:** *Eligible Scholars Choice Purchases*, which include purchases of all units of the Scholars Choice portfolios made through *Eligible Scholars Choice Accounts* that are designated in Section 1 or Section 2 of this form, or otherwise designated in writing by you, will be credited toward your Asset Level Goal. Units of the Scholars Choice portfolios include Class A, B, C and O Units. Effective September 12, 2011, Class B Units of the Scholars Choice portfolios are no longer available for purchase.

**Eligible Scholars Choice Accounts:** *Eligible Scholars Choice Accounts* include any Scholars Choice account for which you, your spouse, or a child under the age of 21 is the Account Owner, and which are maintained on the same recordkeeping platform, provided that such Scholars Choice accounts are designated in Section 1 or Section 2 of this form, or otherwise designated in writing by you.

**Eligible Scholars Choice Prior Purchases:** You may also credit toward your Asset Level Goal any *Eligible Scholars Choice Purchases* made in *Eligible Scholars Choice Accounts* at any time prior to entering into this Letter of Intent that have not been redeemed, based on the current value of those units as of the date of calculation.

**Increasing Your Asset Level Goal:** You may at any time increase your Asset Level Goal by completing a new Accumulation Privilege/Letter of Intent form. Upon such an increase, you will be credited by way of additional Scholars Choice units, at the then-current value of such units, for the difference between: (a) the aggregate initial sales charges actually paid for Scholars Choice units already purchased under this Letter of Intent, and (b) the aggregate applicable initial sales charges for the increased Asset Level Goal. However, you must complete a new Accumulation Privilege/Letter of Intent form before making *Eligible Scholars Choice Purchases* in excess of the amount indicated in Section 3b of the form, as no retroactive adjustments can be made. The 13-month period during which the Asset Level Goal must be achieved will remain unchanged from that established on the original Accumulation Privilege/Letter of Intent form.

### 3d. Letter of Intent Terms and Conditions (continued)

**Withdrawals and Investment Option Changes:** Units acquired pursuant to this Accumulation Privilege/Letter of Intent form, other than Escrowed Units as defined below, may be redeemed or transferred to another Scholars Choice portfolio in connection with an investment option change at any time, although any Scholars Choice units that are redeemed prior to meeting your Asset Level Goal will no longer count toward meeting your goal. *Complete liquidation of the units in all Eligible Scholars Choice Accounts prior to meeting your Asset Level Goal under this Letter of Intent, however, will result in the cancellation of this Letter of Intent. See "Failure to Meet Asset Level Goal" below.* Transfers of units to another Scholars Choice portfolio in connection with an investment option change are permitted, as described in the Program Disclosure Statement, and units so transferred will continue to count toward your Asset Level Goal, as long as the transfer results in an *Eligible Scholars Choice Purchase*.

**Cancellation of Letter:** Subject to the terms and conditions set forth in *"Failure to Meet Asset Level Goal"* below, you may cancel this Letter of Intent by notifying your financial professional or Scholars Choice in writing. In addition, the Letter of Intent will be automatically cancelled if all units in all *Eligible Scholars Choice Accounts* are redeemed prior to meeting your Asset Level Goal, as set forth above.

**Escrowed Units:** Units from your initial purchase of Scholars Choice units (and subsequent purchases, if necessary) equal to five percent (5%) of the Asset Level Goal indicated in Section 3b of this form will be held in escrow during the term of this Letter of Intent (the "Escrowed Units"), commencing as of the date this Letter of Intent (or the date of any increase in the Asset Level Goal) is accepted. The Escrowed Units will be included in the total Scholars Choice units owned as reflected in the account statements for *Eligible Scholars Choice Accounts*. The Escrowed Units will be released from escrow once all the terms of this Letter of Intent are met. The Escrowed Units may be surrendered for redemption to satisfy outstanding initial sales charges due in the circumstances described in "Failure to Meet Asset Level Goal" and "Appointment of Attorney-In-Fact" below.

**Appointment of Attorney-In-Fact.** By signing this Accumulation Privilege/Letter of Intent form, you irrevocably constitute and appoint the Program's manager and its service provider as attorney-in-fact to hold the Escrowed Units and to surrender for redemption any or all units subject to the Letter of Intent under the conditions set forth in this Letter of Intent.

**Failure to Meet Asset Level Goal:** If you do not meet your Asset Level Goal within the 13-month term of this Letter of Intent, or if there is a complete liquidation of the units in all *Eligible Scholars Choice Accounts*, or if this Letter of Intent is cancelled before reaching your Asset Level Goal, you will be liable for the difference between: (a) the initial sales charges actually paid, and (b) the initial sales charges that would have applied if you had not entered into this Letter of Intent (based on the initial sales charge schedule, including breakpoints, and taking into account the Accumulation Privilege). An appropriate number of Scholars Choice units in your account will be redeemed to realize the amount due. If there are insufficient assets in your account, you will be liable for the difference. Any Escrowed Units remaining after such redemption will be released to your account.

## 4. Account Owner Agreement and Signature

If you are using this form to link Scholars Choice accounts for purposes of the Accumulation Privilege, you agree to all terms and conditions governing the Accumulation Privilege set forth in Section 2 of this form and in the Program Disclosure Statement.

If you are using this form to establish a Letter of Intent, you agree to all terms and conditions governing the Letter of Intent set forth in Section 3 of this form and in the Program Disclosure Statement. You intend, but are under no obligation, to purchase additional Class A Units in order to qualify for a reduced initial sales charge, subject to the terms and conditions set forth in Section 3 of this form and in the Program Disclosure Statement.

<b>Signature of Current Account Owner</b> 	<b>Date</b> 
--	--