



Client writes check for \$3500 to Santa Maria Charities (SMC) to be deposited into Santa Maria Charities Checking Account



Santa Maria Charities, Inc.
Kevin Miller
Treasurer

SMC transfers \$3000 to Santa Maria Enterprise I, Inc. (SME) to client account and retains \$500



SME will enter into an employment contract with employee



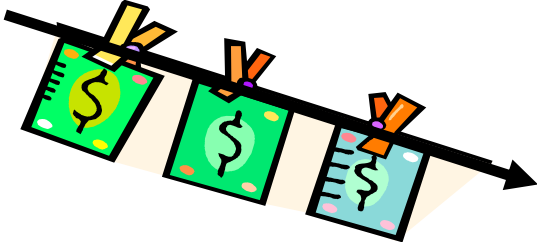
Employee completes employment contract and is now eligible for defined benefit plan



Contract: 30 days for 20 hrs of work donated to a non-profit organization as a volunteer



Documents executed by SME will allow direct payment from a checking account to a payroll service to the employee



SME retains \$425 and allocates \$75 to A.G. Edwards as employer contribution, which goes into the client's account



The employee will receive \$2,500 in W-2 income from SME



Employee may now roll over any self-directed funds into the account



Employee's pension check is directly deposited into his checking account

