

Testamentary Disposition — Who Will Inherit Your Shares?

A testamentary disposition provides clear, concise guidelines to determining the heirs of your stock.

The future of your stock hinges on the completion of a simple form. Without it, when you die, your shares may go to someone other than your own choosing.

Perhaps the single most important form to your family is a testamentary disposition, a document that stipulates exactly to whom your stock will go to in the event of your death. Your stock certificate includes a testamentary disposition on the back, but in the event that your certificate is accidentally lost or destroyed, a separate testamentary disposition can be filled out.

Kavilco Incorporated strongly recommends our shareholders complete this form because Kavilco does not determine who receives shares of a deceased family member.

Without a testamentary disposition the transfer stock could take several months or longer, delaying what could be a relatively quick process. A search for spouses, children, siblings and other surviving relatives could mean years before an estate is settled in the courts. If a shareholder passes away without completing and returning this form to Kavilco, that person is considered to have died "intestate," and the shareholder's stock would then pass to his or her heirs by "intestate succession", as determined by state courts.

To complete the testamentary form, it must be signed and dated before a notary public and returned to Kavilco. Custodians, guardians or power of attorney cannot complete the form—it can only be completed by the shareholder. Likewise, only the shareholder can change the form, which can be done any time and as many times as the shareholder wishes.

Additional Information about the Testamentary Disposition...

Section 2 of Chapter 70 of the Session Laws of Alaska, 1972, as amended (AS 13.16.705) provides that a Testamentary Disposition constitutes a last will and testament for your Kavilco Incorporated shares. When filled out properly, this document will direct who will receive your Kavilco shares after your death. This document must be signed by the owner, dated and notarized. This Disposition may be changed at any time or revoked, and it governs unless there is a subsequently executed formal will making the specific disposition of the stock.

This Disposition is not a complete will; it only directs how your Kavilco shares will be passed on. If you want to be certain that your other property is passed on according to your wishes you should execute a formal will.

Kavilco will make every reasonable effort to protect your original Testamentary Disposition; but the Corporation cannot guarantee its safety, nor be held liable for its loss or destruction. You should make a copy of this Disposition and keep it in a safe place. This will serve as a reminder of how you have willed your stock, and a copy will exist if the original Testamentary Disposition



is somehow lost or destroyed. You may wish to place another copy in a safe deposit box, or give it to a trusted relative or friend.

Kavilco will review your original Testamentary Disposition and return it to you if we find some obvious error in the way it has been filled out, signed or dated. However, Kavilco's review and acceptance of your Testamentary Disposition in no way guarantees the validity of the document.

FAQ

- Q: I have a Last Will and Testament, is it still necessary to complete a Kavilco testamentary?
- A: No. If a shareholder has a Last Will and Testament stipulating the future of his of her stock, a Kavilco testamentary is not required. However, if a shareholder has both, the last dated document is the valid, legal document used in determining heirs.
- Q: Can I name my non-Native spouse as a beneficiary?
- A: Yes. However, their shares become non-voting shares. Non-Native shareholders do receive other Kavilco benefits such as corporate dividends.
- Q: I already completed a form, but now I want to change my beneficiaries. Can I do this?
- A: Yes, you can complete a testamentary as often as you like. The most recent will be used to distribute the stock upon your death.

NOTE: You may not will a fraction of a share. eg. 1.25 or 1 ¼ shares, you must will whole shares only.

After you have filled it out, dated it, and signed it before a Notary Public and return the

completed form to: Kavilco Incorporated

1000 Second Ave, Suite 3320 Seattle, Washington 98104 Attn: Corporate Secretary



Testamentary Disposition

I. SSN		SSN	
in accordance with AS 13.16.705, exe	corporated to the following person or perso	d enter your Social Security Number] es in Kavilco Incorporated. Upon my death, I ens, each to receive the number of shares set	
Part A.		N (2)	
Name/Relationship	Address	No. of Shares	
Part B.			
		sition. You are not required to choose any of	
1. If, at the time of my death, I have a	n for the additional shares, I leave the extra	n Part A, above, and have not yet completed a	
	above, in the same proportion as the share	es willed there	
☐ in equal numbers to those pe	ople listed in Part A, above		
	Address en born to or adopted by me before or after	the date of this Testamentary Disposition	
in equal numbers to all children Dispositionto my heirs at law	en born to or adopted by my children before	e or after the date of this Testamentary	
□ otherwise, as follows:			
as nearly equal shares as po [If neither box is checked, Ka 3. If any of the people named in Part A [check only one box, and init to that person's heirs at law to the surviving people listed in equal numbers to those pe to the following: Name to my heirs at law	essible with those persons listed in Part A. E avilco will presume the answer is "yes."] A should die before I do, I leave the shares ial the box you check] in Part A in the same proportion as the sha	that are willed to that person as follows: ares willed there	
Dated this day of	,		
	[Must be identical to	[Signature of Owner] the name as it appears on the stock certificate.]	
Notary Block [to be completed by a Notary Public]	[iviust be identical to	the name as it appears on the stock certificate.	
STATE OF)) ss.		
)	, 66.		
Judicial District or County) This certifies that on the day of _	,, before me, the unc	e, the undersigned authority, personally appeared _, [name of owner of shares] to me known to be the	
	s Owner and to be the person who signed t and voluntarily signed for the uses and pur	the foregoing Testamentary Disposition, and rposes therein described.	
WITNESS my hand and official seal th	ne day and year first above written.		
		Notary Public in and for the State of	
		My Commission Evniros:	