

TABLE 2

	WITHOUT GIFT	WITH GIFT
Federal Calculation		
GROSS ESTATE	\$2,000,000	\$1,000,000
MARITAL DEDUCTION	(\$500,000)	(\$500,000)
ADJUSTED TAXABLE GIFTS	\$0	\$1,000,000
		<hr/>
TOTAL TAX BASE	\$1,500,000	\$1,500,000
EXEMPTION EQUIVALENT	(\$1,500,000)	(\$1,500,000)
		<hr/>
NET TAXABLE ESTATE	\$0	\$0
		<hr/> <hr/>
Minnesota Calculation		
TAXABLE ESTATE	\$2,000,000	\$1,000,000
MARITAL DEDUCTION	(\$500,000)	(\$500,000)
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TOTAL TAX BASE *	\$1,500,000	\$500,000
TAX FROM TABLE	\$64,400	\$10,000
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SAVINGS		\$54,400
		84.5%
* To line 1 of tentative MN tax computation on page 6 of M706 instructions		