



NORTHEAST INVESTORS TRUST

Individual Retirement Custodial Account Universal IRA Transfer of Assets Form

1. NAME AND ADDRESS OF DEPOSITOR

Name _____

Address _____
Street City State Zip

Day Telephone No. () _____ Social Security No. _____

Important Notice

– The USA PATRIOT Act

To help the government fight the funding of terrorism and money laundering activities, Federal Law requires all financial institutions to obtain, verify, and record information that identifies each person who opens an account.

What this means for you: When you open an account, we will ask for your name, address, date of birth, and other information that will allow us to identify you. This information will be verified to ensure identity of all individuals opening a mutual fund account.

The bolded items in the Depositor Information section below must be completed and will be verified as required by the USA PATRIOT Act.

2. IDENTIFICATION OF RECEIVING ACCOUNT

This is a transfer or rollover* to a:

- Traditional IRA**
- SEP IRA**
- Roth IRA***
- SIMPLE IRA****

* You may make only one IRA to IRA rollover within a 12-month period that begins when you receive a distribution from any of your IRAs. This restriction does not apply to trustee to trustee transfers between IRAs or to direct rollovers to an IRA from an employer qualified plan, 403(b) arrangement or eligible 457 plan.

** You may not transfer from a Roth IRA to a Traditional IRA or a simplified employee pension (SEP) IRA or SIMPLE IRA (unless this is a recharacterization transaction as permitted under IRS rules—consult the IRS or a tax professional for assistance, if needed). Transfers or direct rollovers to a Traditional IRA or SEP IRA may be made from another Traditional IRA or SEP IRA, qualified employer plan, 403(b) arrangement, eligible Section 457 plan or a SIMPLE IRA account (but not until at least 2 years after the first contribution to your SIMPLE IRA account).

*** Transfers to a Roth IRA are possible from another Roth IRA. Also, transfers to a Roth IRA are possible from a Traditional IRA, from a SEP IRA, or from a SIMPLE IRA (but not until at least 2 years after the first contribution to the SIMPLE IRA account). A transfer to a Roth IRA from another IRA will trigger federal income tax on the taxable amount transferred from the other IRA and is subject to the rules for Roth conversions.

A participant in an employer retirement plan who is eligible to remove assets from the plan may make a rollover to a Roth IRA, either taxably from a non-Roth account in the plan, or non-taxably from a designated Roth account in the plan. Similarly, a beneficiary inheriting non-Roth assets from an employer plan participant also may request a direct rollover; a spouse beneficiary may roll over to her or his own Traditional IRA non-taxably, or to her or his own Roth IRA taxably; a non-spouse beneficiary may roll over to an inherited Traditional IRA non-taxably, or to an inherited Roth IRA taxably. A beneficiary inheriting designated Roth account assets from an employer plan participant may request a non-taxable direct rollover to a Roth IRA, if a spouse beneficiary, or to an inherited Roth IRA if a non-spouse beneficiary.

**** Transfers to a SIMPLE IRA may be made only from another SIMPLE IRA. During the first two years after a SIMPLE IRA is established, transfers from the SIMPLE IRA may be made only to another SIMPLE IRA; after two years, transfers may be made from a SIMPLE IRA to a Traditional IRA or to a Roth IRA.

Note: If you are establishing an inherited IRA (an IRA that will hold assets that you are receiving as the beneficiary of a deceased IRA owner or plan participant) please be sure to complete the necessary information in the Adoption Agreement.

3. TAX WITHHOLDING ELECTION (COMPLETE ONLY FOR TRANSFER FROM ANOTHER TYPE OF IRA TO A ROTH IRA)

Under IRS rules, a transfer of a Traditional IRA, SEP IRA or SIMPLE IRA to a Roth IRA is treated for income tax purposes as a distribution of taxable amounts in the other IRA. IRS rules also require the fund to withhold 10% of the amount transferred for federal income taxes unless no withholding has been elected. See IRS Publication 505, "Tax Withholding and Estimated Tax" for more information. State tax withholding may also apply if federal income tax is withheld. **Caution:** Withholding income taxes from the amount transferred (instead of paying applicable income taxes from another source) may adversely impact the expected financial benefits of transferring from another IRA to a Roth IRA (consult your financial adviser if you have a question). Because of this impact, by electing to convert a Traditional IRA to a Roth IRA, ***you are deemed to elect no withholding unless you check the box below.*** In so doing, by signing this form, you acknowledge that you may be required to pay estimated tax and that insufficient payments of estimated tax may result in penalties.

Withhold 10% for federal income taxes (if you want a greater percentage, put it here: ____%)

4. INSTRUCTIONS TO CURRENT IRA CUSTODIAN OR TRUSTEE (Completed by Depositor)

Name of Current Custodian/Trustee _____

Attn: _____

Address _____
Street City State Zip

Identification of Sending Account (including Account No.) _____

Please transfer assets in the above account to: _____

The transfer should be in cash according to the following instructions:

Transfer the total amount in my Account or Transfer \$_____ and retain the balance.

Make check payable to: NORTHEAST INVESTORS TRUST, 125 HIGH STREET – SUITE 1802, BOSTON MA 02110

5. SIGNATURE OF DEPOSITOR

I, the undersigned Depositor, certify to the current IRA custodian or trustee that I have established a successor Individual Retirement Custodial Account meeting the requirements of Internal Revenue Code Section 408(a), 408(k), 408(p) or 408A (as the case may be) to which assets will be transferred, and I certify that the account from which assets are being transferred meets the requirements of Internal Revenue Code and that the transfer satisfies the requirement for nontaxable transaction.

Date

Signature of Depositor

6. CUSTODIAN ACCEPTANCE. Custodian accepts the transfer of assets to the Depositor's Account. However, this Agreement is not binding upon the Custodian until the Depositor has received a statement confirming the transfer to the Account. Receipt by the Depositor indicated above will serve as notification of Custodian's acceptance of the transfer to the Depositor's Account.