



October 2011  
Ask a Trust Officer

### **The trust industry**

Dear Trust Officer:

The trust industry seems to have a pretty low profile, I don't read much about it, even in the business press or on the Internet. How big is it? Is the trust industry successful? Are trusts just for the ultra-wealthy?—*Curious Observer*

Dear Curious:

Thanks for asking! You are correct, we in the trust industry don't get into the public spotlight much. We prefer to remain behind the scenes, protecting the financial privacy of our clients.

In the aggregate, the trust industry is responsible for an estimated *\$92.4 trillion* in assets in fiduciary accounts. The majority of these assets are in custody accounts, with the balance in personal trusts, investment management agencies and employee benefit accounts. Trust industry revenues are projected to grow 8% this year, despite the many problems in the economy and financial markets. Our revenue growth has three sources: our efforts are producing more growth and income for existing clients; existing satisfied clients are giving us additional assets to manage; and we are, as an industry, acquiring new clients every day. As the baby boomers enter retirement, these trends are expected to continue.

That's because trusts are *not* just for the ultra-wealthy. Our services do tend to be labor-intensive, but modern technologies have allowed us to deliver our services on a cost-effective basis to a greater range of affluent families.

*Do you have a question concerning wealth management or trusts?* Send your inquiry to [dave.fisher@bankibt.com](mailto:dave.fisher@bankibt.com).

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