

MONEY 101 EDUCATION

7.03 - ILLUSTRATION OF WITHDRAWAL from an investment account - FIXED WITHDRAWAL

| | Start | Earn | Subtotal | Withdraw | End |
|------------|--------------|--------------------------|--------------|-------------|------------|
| Start | \$ 1,000,000 | | | | |
| Growth | | 4% | | | |
| Withdrawal | | 6% of original balance - | | | |
| 1 | \$ 1,000,000 | \$ 40,000 | \$ 1,040,000 | \$ (60,000) | \$ 980,000 |
| 2 | \$ 980,000 | \$ 39,200 | \$ 1,019,200 | \$ (60,000) | \$ 959,200 |
| 3 | \$ 959,200 | \$ 38,368 | \$ 997,568 | \$ (60,000) | \$ 937,568 |
| 4 | \$ 937,568 | \$ 37,503 | \$ 975,071 | \$ (60,000) | \$ 915,071 |
| 5 | \$ 915,071 | \$ 36,603 | \$ 951,674 | \$ (60,000) | \$ 891,674 |
| 6 | \$ 891,674 | \$ 35,667 | \$ 927,340 | \$ (60,000) | \$ 867,340 |
| 7 | \$ 867,340 | \$ 34,694 | \$ 902,034 | \$ (60,000) | \$ 842,034 |
| 8 | \$ 842,034 | \$ 33,681 | \$ 875,715 | \$ (60,000) | \$ 815,715 |
| 9 | \$ 815,715 | \$ 32,629 | \$ 848,344 | \$ (60,000) | \$ 788,344 |
| 10 | \$ 788,344 | \$ 31,534 | \$ 819,878 | \$ (60,000) | \$ 759,878 |
| 11 | \$ 759,878 | \$ 30,395 | \$ 790,273 | \$ (60,000) | \$ 730,273 |
| 12 | \$ 730,273 | \$ 29,211 | \$ 759,484 | \$ (60,000) | \$ 699,484 |
| 13 | \$ 699,484 | \$ 27,979 | \$ 727,463 | \$ (60,000) | \$ 667,463 |
| 14 | \$ 667,463 | \$ 26,699 | \$ 694,162 | \$ (60,000) | \$ 634,162 |
| 15 | \$ 634,162 | \$ 25,366 | \$ 659,528 | \$ (60,000) | \$ 599,528 |
| 16 | \$ 599,528 | \$ 23,981 | \$ 623,509 | \$ (60,000) | \$ 563,509 |
| 17 | \$ 563,509 | \$ 22,540 | \$ 586,050 | \$ (60,000) | \$ 526,050 |
| 18 | \$ 526,050 | \$ 21,042 | \$ 547,092 | \$ (60,000) | \$ 487,092 |
| 19 | \$ 487,092 | \$ 19,484 | \$ 506,575 | \$ (60,000) | \$ 446,575 |
| 20 | \$ 446,575 | \$ 17,863 | \$ 464,438 | \$ (60,000) | \$ 404,438 |
| 21 | \$ 404,438 | \$ 16,178 | \$ 420,616 | \$ (60,000) | \$ 360,616 |
| 22 | \$ 360,616 | \$ 14,425 | \$ 375,041 | \$ (60,000) | \$ 315,041 |
| 23 | \$ 315,041 | \$ 12,602 | \$ 327,642 | \$ (60,000) | \$ 267,642 |
| 24 | \$ 267,642 | \$ 10,706 | \$ 278,348 | \$ (60,000) | \$ 218,348 |
| 25 | \$ 218,348 | \$ 8,734 | \$ 227,082 | \$ (60,000) | \$ 167,082 |
| 26 | \$ 167,082 | \$ 6,683 | \$ 173,765 | \$ (60,000) | \$ 113,765 |
| 27 | \$ 113,765 | \$ 4,551 | \$ 118,316 | \$ (60,000) | \$ 58,316 |
| 28 | \$ 58,316 | \$ 2,333 | \$ 60,648 | \$ (60,000) | \$ 648 |