

## Preface

A Roth IRA is an asset accumulation and distribution program that has been granted special tax consideration. It has the following characteristics:

### Contributions Are Not Deductible

Funding costs are not deductible from current taxable income.

### Tax Free Growth

As values grow, earnings are not subject to income tax.

### Tax Free Distributions

Contributions can be withdrawn at any time on a tax free basis. Distributions of earnings are tax free provided they begin no earlier than age 59½. Exceptions are allowed under certain circumstances that allow earlier tax free

distribution of earnings.

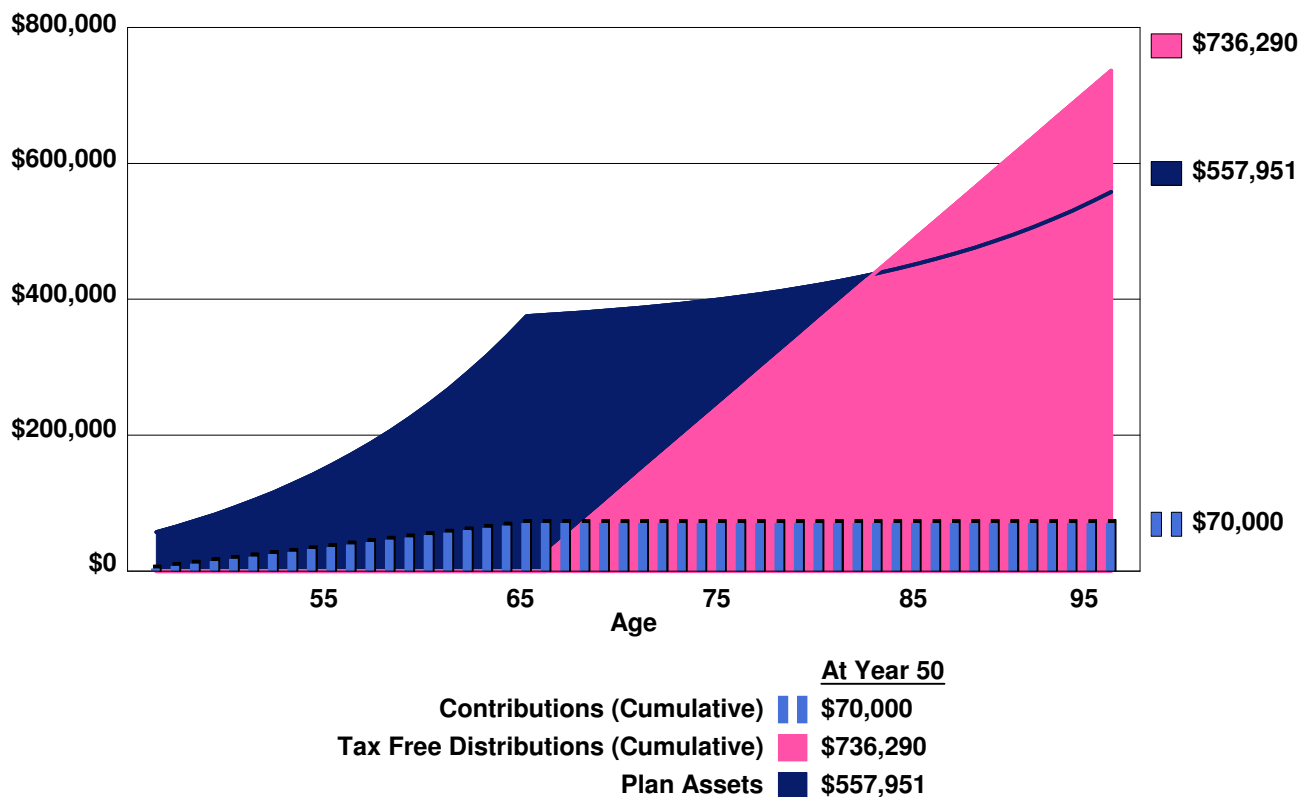
### Required Minimum Distributions

There are no required minimum distributions which creates an environment for considerable wealth accumulation for the account holder as well as heirs.

### Conversion to a Roth from an Existing IRA

Such conversions are allowed provided income tax is paid on the taxable portion of funds being converted.

As a result of the dynamic combination of tax free growth and tax free distributions, a Roth IRA can be virtually irresistible. The accompanying material should be helpful to you in analyzing your use of such a plan.



Note: All projections are based on client furnished data and assumptions.

# Roth Individual Retirement Account (Roth IRA)

Presented By: [Licensed user's name appears here]

For: Arthur Jones

## Accumulation

Initial Plan Assets  
50,000

Plan Yield  
7.50%

Year	Age	(1) Beginning of Year Balance in Plan Assets	(2) Conversion from Other Retirement Plan Assets	(3) Contribution to the Plan	(4) Beginning of Year Plan Assets	(5) Year End Plan Assets
1	45	50,000	0	3,500	53,500	57,513
2	46	57,513	0	3,500	61,013	65,589
3	47	65,589	0	3,500	69,089	74,271
4	48	74,271	0	3,500	77,771	83,604
5	49	83,604	0	3,500	87,104	93,637
6	50	93,637	0	3,500	97,137	104,422
7	51	104,422	0	3,500	107,922	116,016
8	52	116,016	0	3,500	119,516	128,480
9	53	128,480	0	3,500	131,980	141,879
10	54	141,879	0	3,500	145,379	156,282
11	55	156,282	0	3,500	159,782	171,766
12	56	171,766	0	3,500	175,266	188,411
13	57	188,411	0	3,500	191,911	206,304
14	58	206,304	0	3,500	209,804	225,539
15	59	225,539	0	3,500	229,039	246,217
16	60	246,217	0	3,500	249,717	268,446
17	61	268,446	0	3,500	271,946	292,342
18	62	292,342	0	3,500	295,842	318,030
19	63	318,030	0	3,500	321,530	345,645
20	64	345,645	0	3,500	349,145	375,331

0      70,000

Plan results are hypothetical only. Actual results will vary due to changes in contributions and withdrawals, income tax brackets, and investment performance.

# Roth Individual Retirement Account (Roth IRA)

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For: Arthur Jones

## Distribution

Plan  
Yield  
7.50%

Year	Age	(1) Beginning of Year Balance in Plan Assets	(2) Tax Free Scheduled Distribution	(3) Year End Plan Assets
1	65	375,331	24,543	377,097
2	66	377,097	24,543	378,996
3	67	378,996	24,543	381,037
4	68	381,037	24,543	383,231
5	69	383,231	24,543	385,590
6	70	385,590	24,543	388,126
7	71	388,126	24,543	390,852
8	72	390,852	24,543	393,782
9	73	393,782	24,543	396,932
10	74	396,932	24,543	400,318
11	75	400,318	24,543	403,958
12	76	403,958	24,543	407,871
13	77	407,871	24,543	412,078
14	78	412,078	24,543	416,600
15	79	416,600	24,543	421,461
16	80	421,461	24,543	426,687
17	81	426,687	24,543	432,305
18	82	432,305	24,543	438,344
19	83	438,344	24,543	444,836
20	84	444,836	24,543	451,815
21	85	451,815	24,543	459,317
22	86	459,317	24,543	467,382
23	87	467,382	24,543	476,052
24	88	476,052	24,543	485,372
25	89	485,372	24,543	495,391
26	90	495,391	24,543	506,162
27	91	506,162	24,543	517,740
28	92	517,740	24,543	530,187
29	93	530,187	24,543	543,567
30	94	543,567	24,543	557,951
			736,290	

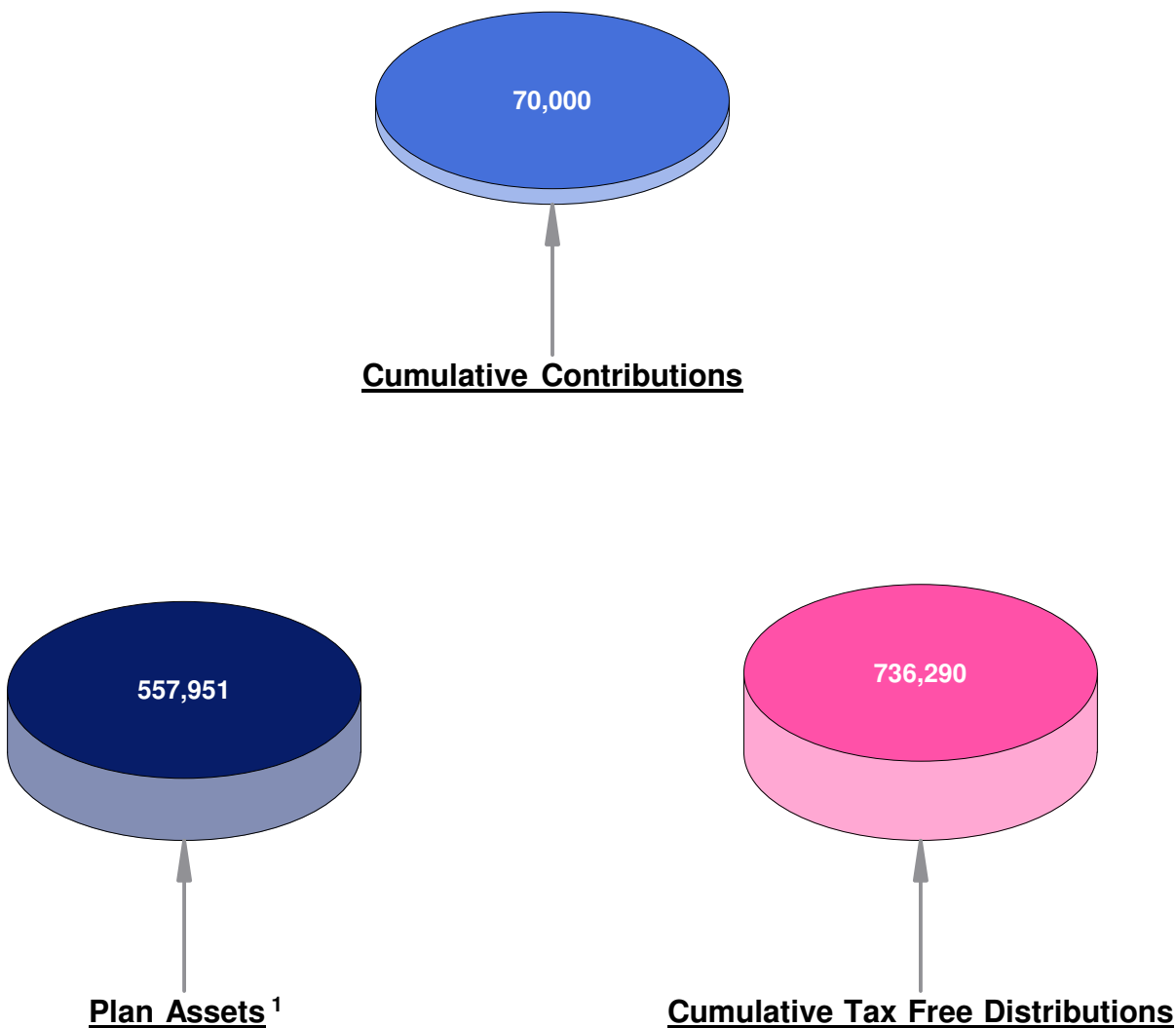
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# Roth Individual Retirement Account (Roth IRA)

Presented By: [Licensed user's name appears here]

For: Arthur Jones

## A Look at Age 94



<sup>1</sup> Includes an assumed initial balance in the account of \$50,000.

Note: All projections are based on client furnished data and assumptions.

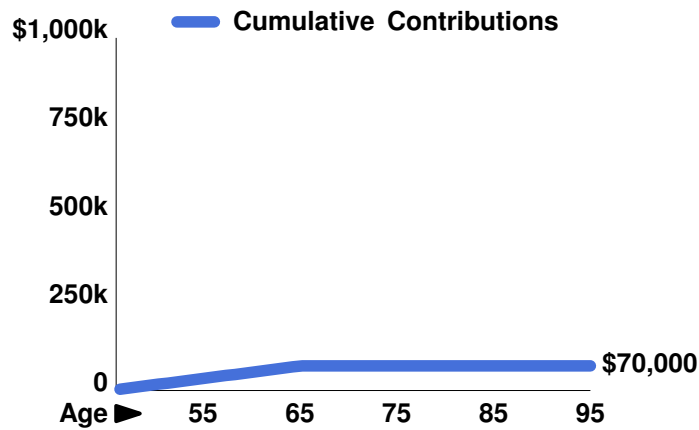
# Roth Individual Retirement Account (Roth IRA)

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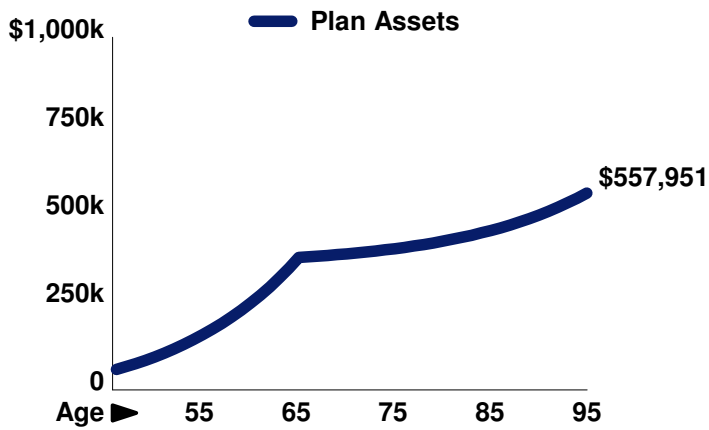
For: Arthur Jones

## Accumulation and Distribution

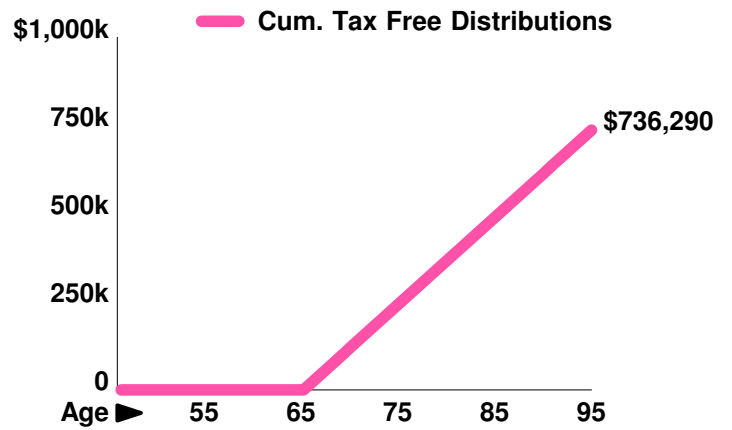
### Cumulative Contributions



### Plan Assets<sup>1</sup>



### Cumulative Tax Free Distributions



<sup>1</sup> Includes an assumed initial balance in the account of \$50,000.

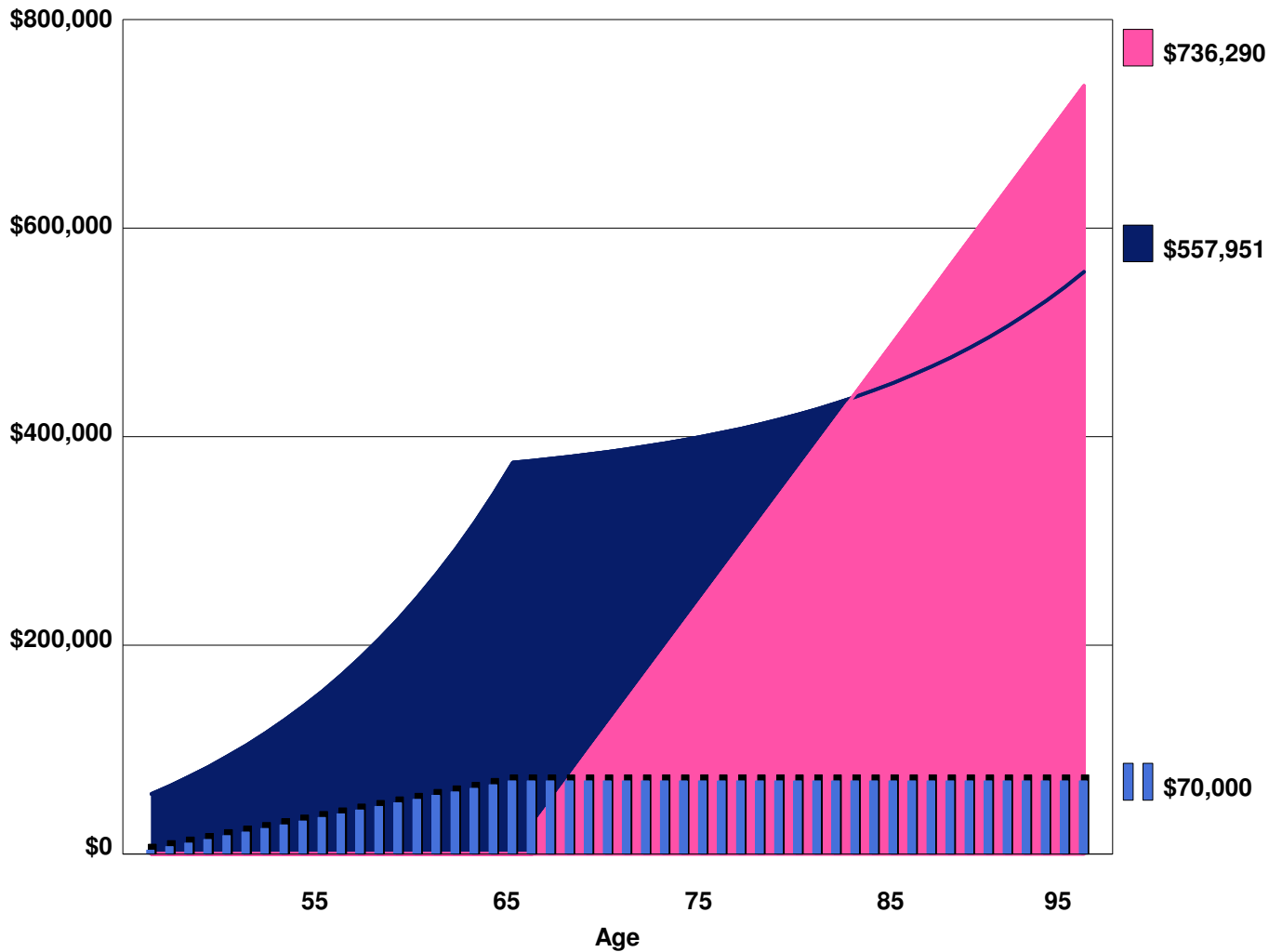
Note: All projections are based on client furnished data and assumptions.

# Roth Individual Retirement Account (Roth IRA)

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For: Arthur Jones

## Accumulation and Distribution Summary



	<u>At Year 50</u>
Contributions (Cumulative)	\$70,000
Tax Free Distributions (Cumulative)	\$736,290
Plan Assets <sup>1</sup>	\$557,951

<sup>1</sup> Includes an assumed initial balance in the account of \$50,000.

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