ParsecFinancial
WEALTH MANAGEMENT

Young Doctor:

Do You Want To Be Independently Wealthy?

Year	Income	Save 20%	Estimated Portfolio Value	Annual 5% Retirement Spending
1	$ 200,000	$ 40,000	$ 38,835	$
5	233,972	46,794	218,463	
10	284,662	56,932	507,710	
15	346,335	69,267	887,706	
20	421,370	84,274	1,383,927	
25	512,661	102,532	2,028,865	
30	623,730	124,746	2,863,965	
35			3,708,333	179,807
40			3,729,985	180,857
45			3,751,764	181,913
50			3,773,670	182,975
55			3,795,703	184,043

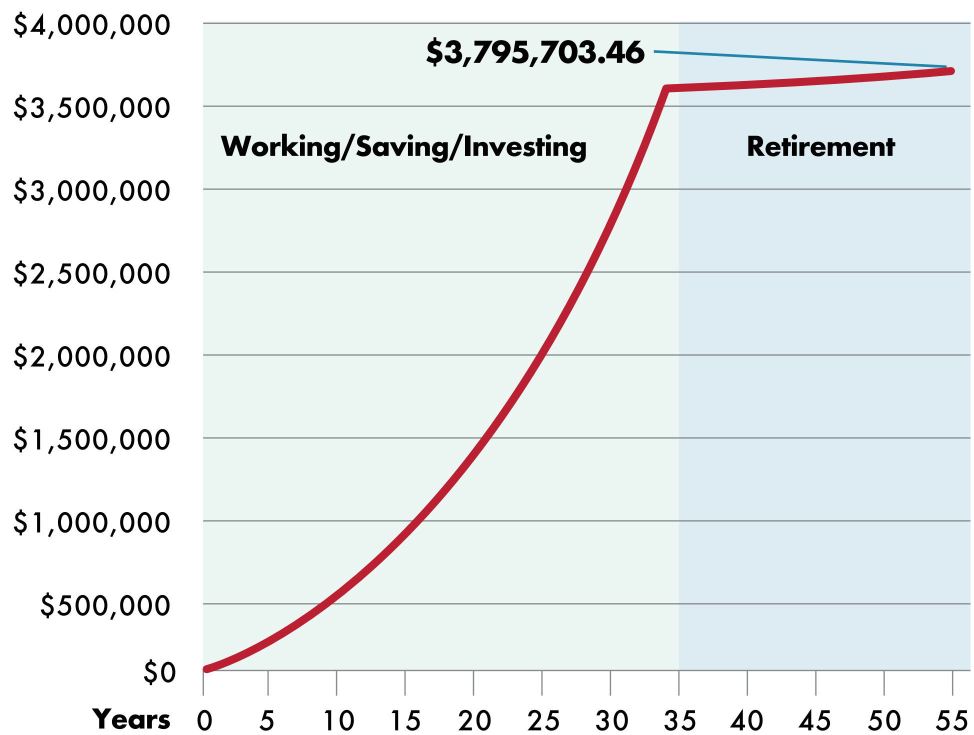
Assumptions:

- Income starts at $200,000, rises 4% annually.
- Save 20% annually. Do as much funding as possible in tax-favored accounts such as Roth IRAs and 401(k) plans or profit sharing plans.
- Utilize a 100% stock market investment allocation.
- No market timing.
- Retire in 35 years and spend 5% annually in retirement.

This illustration assumes a blended return of 9.12% for equities and a blended return of 3.62% for fixed income. Both returns are then reduced by the application of a 1% management fee. Fixed income returns are reduced by an additional 1%, which reflects our intent to be conservative. Figures do not take into consideration underlying annuity or mutual fund fees, taxes or trading costs. All figures are adjusted for 3% inflation. Performance data depicts historical performance, is not meant to predict future results, and is not a guarantee of future results.

Source: 2020 SBBI®Yearbook

Portfolio Value



Takeaways:

- After a long, prosperous career and strategically saving 20% of your earnings and investing in equities, you have successfully created a retirement paycheck for yourself. Even as you spend 5% a year in retirement, your investment account should continue to rise, **totaling approximately $3.8 million after 55 years!**
- Save 25% annually: **Have 25% more!**
- Save 10% annually: **Have 50% less!**
- Allocate 50/50 equities/fixed income: **Have 70% less!**