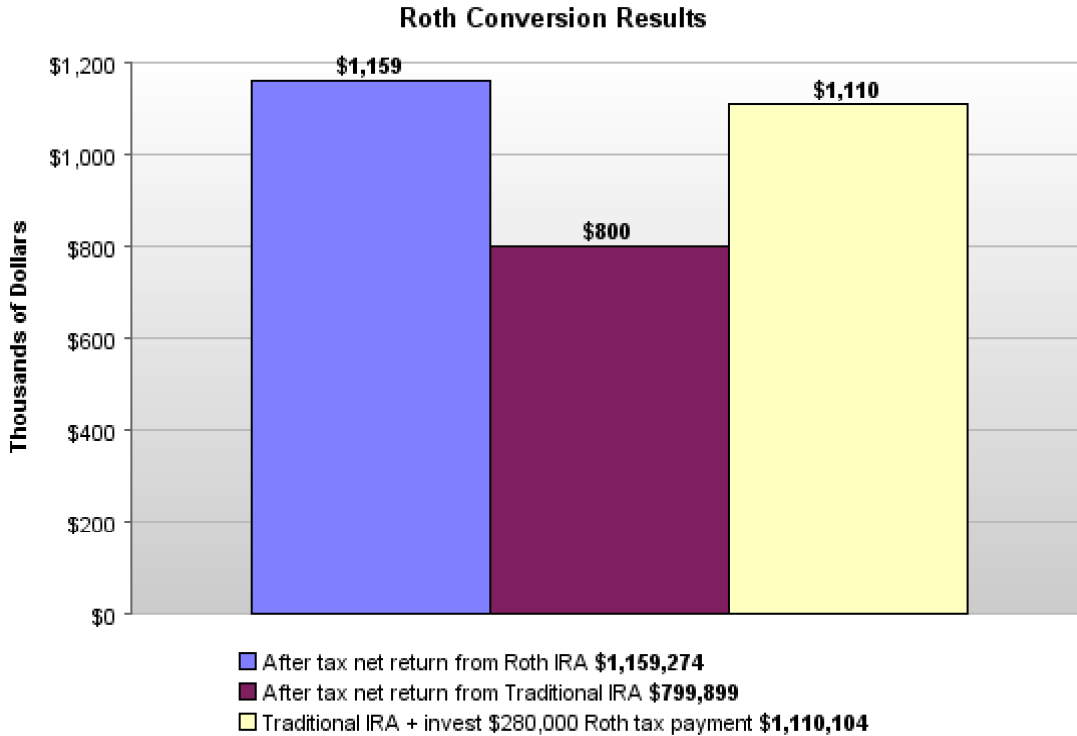


Roth IRA Conversion Results

Your retirement savings would increase \$49,170 at retirement.



Your retirement total savings, after taxes, would increase \$49,170 by converting your existing IRA to a Roth IRA. That equals a 4.4% difference. How much is this worth today? Based on your inputs, you would have to invest \$280,000, which is the estimated tax due for this conversion, plus an additional \$44,382, to match the returns produced by the tax savings built into the Roth IRA.

After 70 your balance of \$1,159,274 remains below the initial conversion amount plus taxes paid.

Compare Your Results

Traditional IRA at Retirement

IRA before taxes: + \$1,159,274
 Tax liability at retirement: - \$359,375
 Return on \$280,000 'tax investment': + \$310,205

Total portfolio value= \$1,110,104

Roth IRA at Retirement

Roth IRA balance: + \$1,159,274
 Tax liability at retirement: - \$0
 Return on 'tax investment*': + \$0

Total portfolio value= \$1,159,274

Total difference at retirement: \$49,170
Percentage difference: 4.4%

*This calculator assumes that you invest the amount that you would have had to pay in taxes in a taxable investment

account. The investment tax rate of 31.00% is used to calculate the annual return on this taxable investment.

Your Input Values

Input Values

Amount to convert:	\$1,000,000
Non-deductible contributions:	\$0
Current tax rate:	28.00%
Tax rate at retirement:	31.00%
Investment tax rate:	31.00%
Current age:	65
Age at retirement	70
Rate of return:	3.00%
Roth tax liability:	\$280,000
Roth tax payment:	\$280,000

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