

John J. Sample

Beginning Account Balance December 31, 2005

\$1,000,000

End of Year	Spouse Age	Life Age Expectancy	Interest Earnings	(1)	(2)	(3)	Elective Contributions / Withdrawals	Account Balance
						Required Minimum Distributions		
2006	70	65	27.4	60,000		0	0	1,060,000
2007	71	66	26.5	63,600		0	0	1,123,600
2008	72	67	25.6	67,416		43,891	0	1,147,125
2009	73	68	24.7	68,828		46,442	0	1,169,511
2010	74	69	23.8	70,171		49,139	0	1,190,542
2011	75	70	22.9	71,433		51,989	0	1,209,986
2012	76	71	22.0	72,599		54,999	0	1,227,586
2013	77	72	21.2	73,655		57,905	0	1,243,336
2014	78	73	20.3	74,600		61,248	0	1,256,688
2015	79	74	19.5	75,401		64,446	0	1,267,644
2016	80	75	18.7	76,059		67,788	0	1,275,914
2017	81	76	17.9	76,555		71,280	0	1,281,189
2018	82	77	17.1	76,871		74,923	0	1,283,137
2019	83	78	16.3	76,988		78,720	0	1,281,405
2020	84	79	15.5	76,884		82,671	0	1,275,618
2021	85	80	14.8	76,537		86,190	0	1,265,964
2022	86	81	14.1	75,958		89,785	0	1,252,138
2023	87	82	13.4	75,128		93,443	0	1,233,823

At John's death Jane completes an IRA rollover. Total distributions during John's lifetime are \$1,074,860.

(1) John takes distributions at age 70 and calculated life expectancy using the Uniform Distribution Period Table. Jane is named beneficiary.

(2) Reflects assumed hypothetical annual rate of return of 6.00%.

(3) Distributions should be based on the prior year's December 31 value. The initial distribution in this example is using the value of \$1,000,000 as of December 31, 2005.

Jane G. Sample

Inherited Account Balance

\$1,233,823

End of Year	Spouse Age	Life Age Expectancy	Interest Earnings	(1)	(2)	(3)	Elective Contributions / Withdrawals	Account Balance
						Required Minimum Distributions		
2024	83	16.3	74,029			75,695	0	1,232,157
2025	84	15.5	73,929			79,494	0	1,226,593
2026	85	14.8	73,596			82,878	0	1,217,311
2027	86	14.1	73,039			86,334	0	1,204,015
2028	87	13.4	72,241			89,852	0	1,186,404
2029	88	12.7	71,184			93,418	0	1,164,171
2030	89	12.0	69,850			97,014	0	1,137,007

Total distributions during Jane's lifetime are \$604,684. At Jane's death, the IRA is distributed to the named beneficiaries.

- (1) Jane takes distributions at age 83 and calculated life expectancy using the Uniform Distribution Period Table.
- (2) Reflects assumed hypothetical annual rate of return of 6.00%.
- (3) Distributions should be based on the prior year's December 31 value.

Extending Your Legacy

You receive your Required Minimum Distributions on your IRA until the time of your death based on the Uniform Life Expectancy Table. At your death, Jane rolls over the remaining IRA balance and names new beneficiaries for her IRA. With Jane now the current IRA owner, Required Minimum Distributions are based on her life expectancy and the Uniform Life Expectancy Table. At Jane's death, her beneficiaries receive their percentage of the IRA and are able to continue distributions based on their own single life expectancy factors.

If Jane's estate does not have enough liquidity outside the IRA to pay any applicable estate taxes, and is forced to liquidate some of the IRA assets for these expenses, distributions to the second level beneficiaries could be greatly reduced.

Rates of return are hypothetical. This example does not represent the performance of a specific investment product. Had the example used a 0% rate of return, the owner, spouse, and beneficiaries would have only received the initial IRA value over this time period, less income taxes due.

Timothy G. Sample

Inherited Account Balance \$341,102

<u>End of</u> <u>Year</u>	<u>Age</u>	(1) <u>Life</u> <u>Exp.</u>	(2) <u>Annual</u> <u>Distributions</u>	(3) <u>Account</u> <u>Balance</u>	<u>End of</u> <u>Year</u>	<u>Age</u>	(1) <u>Life</u> <u>Exp.</u>	(2) <u>Annual</u> <u>Distributions</u>	(3) <u>Account</u> <u>Balance</u>
2031	72	15.5	22,007	342,973	2039	80	7.5	39,736	279,148
2032	73	14.5	23,653	343,327	2040	81	6.5	42,946	255,742
2033	74	13.5	25,432	341,929	2041	82	5.5	46,499	227,145
2034	75	12.5	27,354	338,509	2042	83	4.5	50,477	192,569
2035	76	11.5	29,436	332,769	2043	84	3.5	55,020	151,029
2036	77	10.5	31,692	324,371	2044	85	2.5	60,412	101,189
2037	78	9.5	34,144	312,933	2045	86	1.5	67,460	40,813
2038	79	8.5	36,816	298,022	2046	87	0.5	43,670	0

Total distributions received during Timothy's lifetime are \$636,752

- (1) Calculated on December 31 of the year following death and reduced by one each year thereafter.
- (2) Distributions subject to income tax.
- (3) Reflects assumed hypothetical annual rate of return of 7.00%.

Theresa Sample Jones

Inherited Account Balance \$454,803

<u>End of</u> <u>Year</u>	<u>Age</u>	(1) <u>Life</u> <u>Exp.</u>	(2) <u>Annual</u> <u>Distributions</u>	(3) <u>Account</u> <u>Balance</u>	<u>End of</u> <u>Year</u>	<u>Age</u>	(1) <u>Life</u> <u>Exp.</u>	(2) <u>Annual</u> <u>Distributions</u>	(3) <u>Account</u> <u>Balance</u>
2031	67	19.4	23,443	463,195	2041	77	9.4	48,438	438,755
2032	68	18.4	25,174	470,445	2042	78	8.4	52,233	417,235
2033	69	17.4	27,037	476,340	2043	79	7.4	56,383	390,058
2034	70	16.4	29,045	480,638	2044	80	6.4	60,947	356,416
2035	71	15.4	31,210	483,073	2045	81	5.4	66,003	315,362
2036	72	14.4	33,547	483,341	2046	82	4.4	71,673	265,764
2037	73	13.4	36,070	481,105	2047	83	3.4	78,166	206,202
2038	74	12.4	38,799	475,983	2048	84	2.4	85,917	134,718
2039	75	11.4	41,753	467,549	2049	85	1.4	96,227	47,921
2040	76	10.4	44,957	455,321	2050	86	0.4	51,276	0

Total distributions received during Theresa's lifetime are \$998,298

- (1) Calculated on December 31 of the year following death and reduced by one each year thereafter.
- (2) Distributions subject to income tax.
- (3) Reflects assumed hypothetical annual rate of return of 7.00%.

Timmy G. Sample

Inherited Account Balance \$113,701

<u>End of</u>		(1)	(2)	(3)	<u>End of</u>		(1)	(2)	(3)
<u>Year</u>	<u>Age</u>	<u>Life</u>	<u>Annual</u>	<u>Account</u>	<u>Year</u>	<u>Age</u>	<u>Life</u>	<u>Annual</u>	<u>Account</u>
		<u>Exp.</u>	<u>Distributions</u>	<u>Balance</u>			<u>Exp.</u>	<u>Distributions</u>	<u>Balance</u>
2031	35	48.5	2,344	120,452	2056	60	23.5	16,953	413,321
2032	36	47.5	2,536	127,553	2057	61	22.5	18,370	428,017
2033	37	46.5	2,743	135,014	2058	62	21.5	19,908	442,351
2034	38	45.5	2,967	142,848	2059	63	20.5	21,578	456,161
2035	39	44.5	3,210	151,065	2060	64	19.5	23,393	469,261
2036	40	43.5	3,473	159,678	2061	65	18.5	25,365	481,436
2037	41	42.5	3,757	168,695	2062	66	17.5	27,511	492,440
2038	42	41.5	4,065	178,126	2063	67	16.5	29,845	501,991
2039	43	40.5	4,398	187,978	2064	68	15.5	32,386	509,763
2040	44	39.5	4,759	198,257	2065	69	14.5	35,156	515,388
2041	45	38.5	5,150	208,968	2066	70	13.5	38,177	518,443
2042	46	37.5	5,572	220,113	2067	71	12.5	41,475	518,443
2043	47	36.5	6,030	231,691	2068	72	11.5	45,082	514,836
2044	48	35.5	6,527	243,700	2069	73	10.5	49,032	506,991
2045	49	34.5	7,064	256,132	2070	74	9.5	53,367	494,183
2046	50	33.5	7,646	268,977	2071	75	8.5	58,139	475,578
2047	51	32.5	8,276	282,219	2072	76	7.5	63,410	450,214
2048	52	31.5	8,959	295,837	2073	77	6.5	69,264	416,967
2049	53	30.5	9,700	309,805	2074	78	5.5	75,812	374,513
2050	54	29.5	10,502	324,087	2075	79	4.5	83,225	321,249
2051	55	28.5	11,371	338,643	2076	80	3.5	91,785	255,163
2052	56	27.5	12,314	353,420	2077	81	2.5	102,065	173,511
2053	57	26.5	13,337	368,357	2078	82	1.5	115,674	71,718
2054	58	25.5	14,445	383,380	2079	83	0.5	77,455	0
2055	59	24.5	15,648	398,402					

Total distributions received during Timmy's lifetime are \$1,391,223

- (1) Calculated on December 31 of the year following death and reduced by one each year thereafter.
- (2) Distributions subject to income tax.
- (3) Reflects assumed hypothetical annual rate of return of 8.00%.

Suzie G. Sample

Inherited Account Balance \$113,701

<u>End of</u> <u>Year</u>	<u>Age</u>	(1) <u>Life</u> <u>Exp.</u>	(2) <u>Annual</u> <u>Distributions</u>	(3) <u>Account</u> <u>Balance</u>	<u>End of</u> <u>Year</u>	<u>Age</u>	(1) <u>Life</u> <u>Exp.</u>	(2) <u>Annual</u> <u>Distributions</u>	(3) <u>Account</u> <u>Balance</u>
2031	31	52.4	2,170	120,627	2058	58	25.4	18,301	483,731
2032	32	51.4	2,347	127,930	2059	59	24.4	19,825	502,605
2033	33	50.4	2,538	135,626	2060	60	23.4	21,479	521,334
2034	34	49.4	2,745	143,731	2061	61	22.4	23,274	539,767
2035	35	48.4	2,970	152,260	2062	62	21.4	25,223	557,726
2036	36	47.4	3,212	161,228	2063	63	20.4	27,339	575,004
2037	37	46.4	3,475	170,652	2064	64	19.4	29,639	591,365
2038	38	45.4	3,759	180,545	2065	65	18.4	32,139	606,535
2039	39	44.4	4,066	190,922	2066	66	17.4	34,858	620,199
2040	40	43.4	4,399	201,797	2067	67	16.4	37,817	631,998
2041	41	42.4	4,759	213,181	2068	68	15.4	41,039	641,519
2042	42	41.4	5,149	225,087	2069	69	14.4	44,550	648,291
2043	43	40.4	5,571	237,522	2070	70	13.4	48,380	651,774
2044	44	39.4	6,028	250,495	2071	71	12.4	52,562	651,354
2045	45	38.4	6,523	264,012	2072	72	11.4	57,136	646,326
2046	46	37.4	7,059	278,074	2073	73	10.4	62,147	635,885
2047	47	36.4	7,639	292,680	2074	74	9.4	67,647	619,108
2048	48	35.4	8,268	307,827	2075	75	8.4	73,703	594,934
2049	49	34.4	8,948	323,504	2076	76	7.4	80,396	562,132
2050	50	33.4	9,686	339,699	2077	77	6.4	87,833	519,269
2051	51	32.4	10,485	356,390	2078	78	5.4	96,161	464,650
2052	52	31.4	11,350	373,552	2079	79	4.4	105,602	396,220
2053	53	30.4	12,288	391,148	2080	80	3.4	116,535	311,382
2054	54	29.4	13,304	409,135	2081	81	2.4	129,743	206,550
2055	55	28.4	14,406	427,460	2082	82	1.4	147,536	75,538
2056	56	27.4	15,601	446,056	2083	83	0.4	81,581	0
2057	57	26.4	16,896	464,844					

Total distributions received during Suzie's lifetime are \$1,758,091

- (1) Calculated on December 31 of the year following death and reduced by one each year thereafter.
- (2) Distributions subject to income tax.
- (3) Reflects assumed hypothetical rate of return of 8.00%.

Ashley R. Jones

Inherited Account Balance \$113,701

<u>End of</u>		(1)	(2)	(3)	<u>End of</u>		(1)	(2)	(3)
<u>Year</u>	<u>Age</u>	<u>Life</u>	<u>Annual</u>	<u>Account</u>	<u>Year</u>	<u>Age</u>	<u>Life</u>	<u>Annual</u>	<u>Account</u>
		<u>Exp.</u>	<u>Distributions</u>	<u>Balance</u>			<u>Exp.</u>	<u>Distributions</u>	<u>Balance</u>
2031	29	54.3	2,094	120,703	2059	57	26.3	19,074	522,707
2032	30	53.3	2,265	128,094	2060	58	25.3	20,660	543,863
2033	31	52.3	2,449	135,893	2061	59	24.3	22,381	564,991
2034	32	51.3	2,649	144,115	2062	60	23.3	24,249	585,942
2035	33	50.3	2,865	152,779	2063	61	22.3	26,275	606,542
2036	34	49.3	3,099	161,903	2064	62	21.3	28,476	626,589
2037	35	48.3	3,352	171,503	2065	63	20.3	30,866	645,850
2038	36	47.3	3,626	181,597	2066	64	19.3	33,464	664,054
2039	37	46.3	3,922	192,203	2067	65	18.3	36,287	680,891
2040	38	45.3	4,243	203,336	2068	66	17.3	39,358	696,005
2041	39	44.3	4,590	215,013	2069	67	16.3	42,700	708,985
2042	40	43.3	4,966	227,248	2070	68	15.3	46,339	719,365
2043	41	42.3	5,372	240,056	2071	69	14.3	50,305	726,609
2044	42	41.3	5,813	253,448	2072	70	13.3	54,632	730,106
2045	43	40.3	6,289	267,435	2073	71	12.3	59,358	729,156
2046	44	39.3	6,805	282,025	2074	72	11.3	64,527	722,961
2047	45	38.3	7,364	297,223	2075	73	10.3	70,190	710,608
2048	46	37.3	7,968	313,032	2076	74	9.3	76,409	691,047
2049	47	36.3	8,623	329,452	2077	75	8.3	83,259	663,072
2050	48	35.3	9,333	346,475	2078	76	7.3	90,832	625,286
2051	49	34.3	10,101	364,091	2079	77	6.3	99,252	576,057
2052	50	33.3	10,934	382,285	2080	78	5.3	108,690	513,452
2053	51	32.3	11,835	401,032	2081	79	4.3	119,407	435,121
2054	52	31.3	12,813	420,303	2082	80	3.3	131,855	338,075
2055	53	30.3	13,871	440,055	2083	81	2.3	146,989	218,132
2056	54	29.3	15,019	460,241	2084	82	1.3	167,794	67,789
2057	55	28.3	16,263	480,797	2085	83	0.3	73,212	0
2058	56	27.3	17,612	501,649					

Total distributions received during Ashley's lifetime are \$1,972,976

- (1) Calculated on December 31 of the year following death and reduced by one each year thereafter.
- (2) Distributions subject to income tax.
- (3) Reflects assumed hypothetical annual rate of return of 8.00%.