



REPORT PREPARED FOR

Pre-Retiree Sample & Amanda Sample

by Timothy P. McKee, CPA/PFS
Stratos Wealth Partners, Ltd.

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Important Information

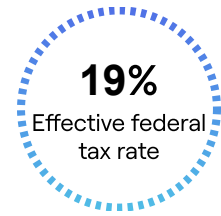
This report is intended to provide you with an analysis of your financial plan. It is based on the data and assumptions provided by you and your financial professional including but not limited to asset expected returns, volatility, and inflation assumptions. Detailed information regarding assumptions can be found on the disclosure page of this report.

The report shows comparisons of your current plan and a proposed plan. The proposed plan is a recommendation formulated by your financial professional. The report also shows comparisons of your current asset allocation and a proposed asset allocation. The proposed asset allocation is the recommendation formulated by your financial professional.

The report shows the Probability of Success of your plan using a Monte Carlo simulation calculated by running the projection 1,000 separate times. Some sequences of returns used in the Monte Carlo simulation will give you better results, and some will give you worse results. These multiple trials provide a range of possible results. RightCapital considers a trial to be "successful" if, at the end of your planning horizon, your invested assets are greater than zero. The percentage of trials that were successful is the Probability of Success of your plan, with all its underlying assumptions. Detailed disclosure regarding the calculations can be found on the disclosure page of this report.

Snapshot

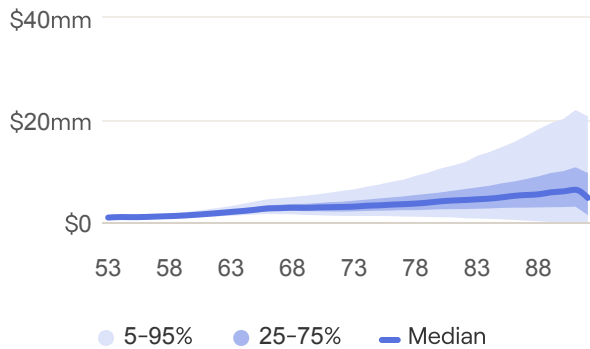
Probability of success of Proposed plan



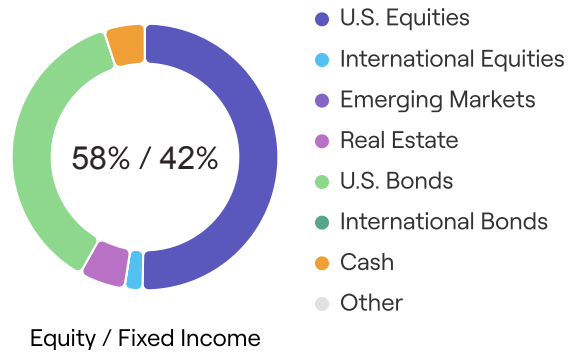
Balance Sheet

Bank	\$10,000
Invested assets	\$883,668
Real estate assets	\$550,000
Life insurance cash value	\$0
Other assets	\$0
Credit cards	\$10,000
Mortgages	\$125,000
Home equities	\$0
Student loans	\$0
Other debts	\$0
Net worth	\$1,308,668

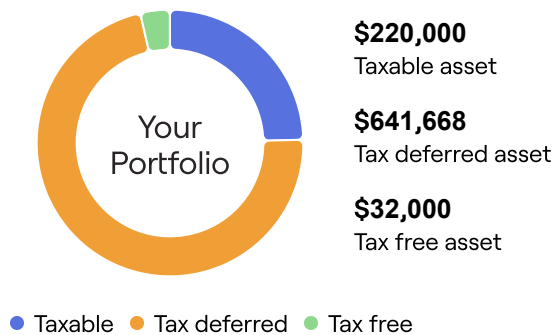
Asset simulation results of Proposed plan



Current allocation



Tax allocation summary



Liquidity

If a job loss or other financial hardship arises, a liquid emergency fund can help pay bills without dipping into savings or using high interest credit or loans. Your emergency fund should include easily accessible funds like cash and money market funds.

Liquidity analysis



Covered expenses

Current monthly expenses	\$10,375
Proposed expense buffer	\$0
Total covered expenses	\$10,375

Liquidity target

Liquidity target	3 months of covered expenses, \$31,125
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Liquidity Details

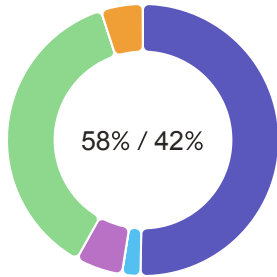
Current monthly expenses	
Living expense	\$7,000
Housing	\$3,333
Debt	\$0
Health care	\$0
Insurance premium	\$42
Rental and vacation home	\$0
Other expense	\$0
Total monthly expenses	\$10,375

Current liquidity	
Joint Checking	\$10,000
Brokerage Account	\$10,000
Total current liquidity	\$20,000

Asset Allocation

Current allocation

All accounts



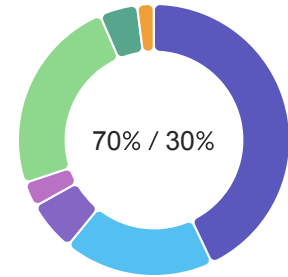
Equity / Fixed Income

Annual return: 8.4%
Standard deviation: 10.1%

50.3%	● U.S. Equities	43%
2.2%	● International Equities	17.9%
0%	● Emerging Markets	6%
5.6%	● Real Estate	3%
36.9%	● U.S. Bonds	23.6%
0%	● International Bonds	4.5%
5%	● Cash	2%
0%	● Other	0%

Target allocation

Growth



Equity / Fixed Income

Annual return: 8.8%
Standard deviation: 11.7%

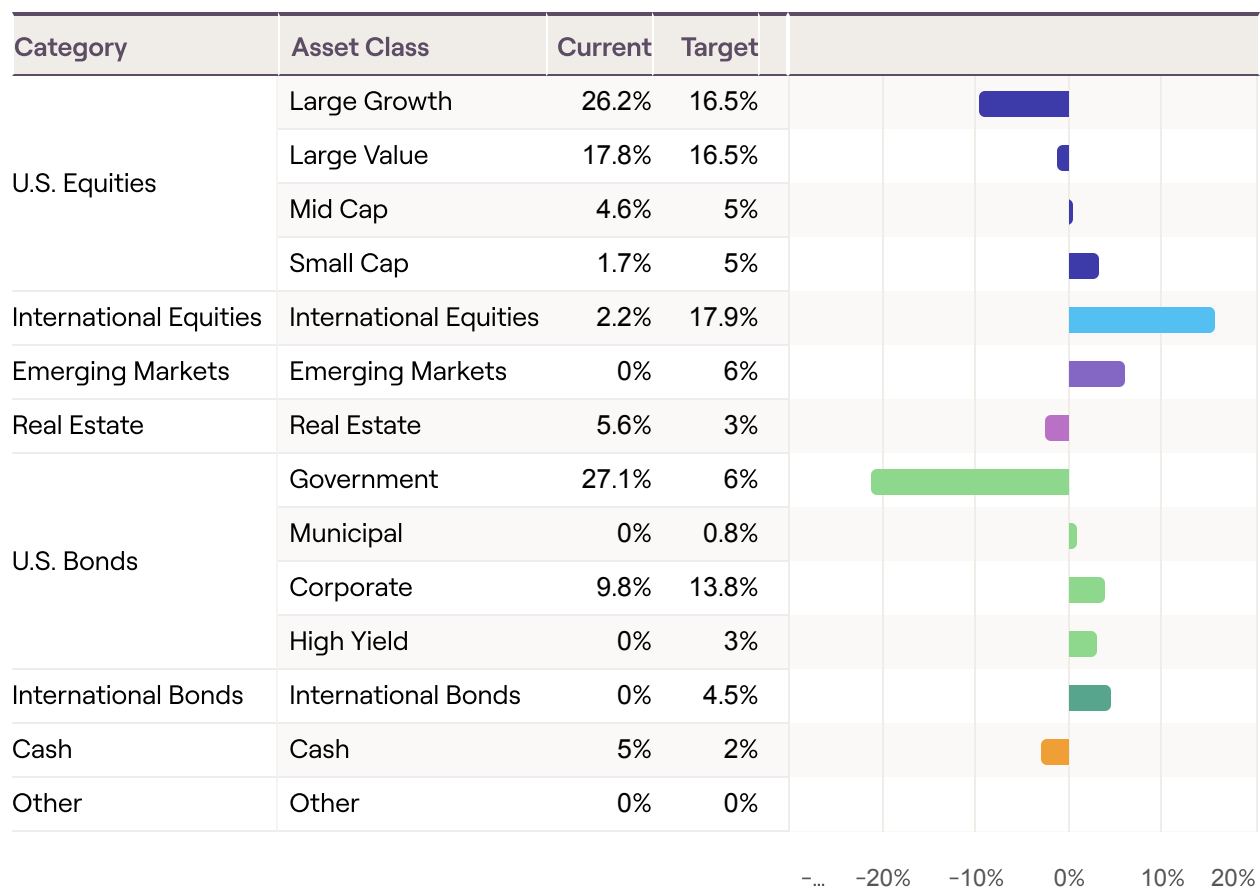
To balance back to your target portfolio:

U.S. Equities	Sell	\$65,238	U.S. Bonds	Sell	\$118,858
International Equities	Buy	\$140,306	International Bonds	Buy	\$40,215
Emerging Markets	Buy	\$53,620	Cash	Sell	\$26,810
Real Estate	Sell	\$23,235	Other	Sell	\$0

This page shows a need to increase or decrease the amounts currently represented in these asset classes of the current portfolio.

Returns presented are calculated using historical return data of indices, which serve as proxies for their respective asset classes. They are not returns of actual investments and do not include fees or operating expenses. These indices are unmanaged and the returns are shown for illustrative purposes. Please refer to sections 5 and 8.4 of the disclosure section for more information.

Asset Allocation Details

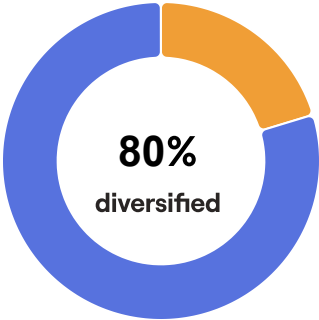


Please refer to sections 5 and 8.4 of the disclosure section for more information.

Concentrated Position

A portfolio that is too heavy in just one security poses a substantial downside risk. This is often defined as "putting all your eggs in one basket." A concentrated position is identified as an individual stock that exceeds a certain percentage of the entire portfolio.

Diversification



- Concentrated position
- Other

Concentrated position summary

Ticker	Value	% of total
AMGN	\$98,466	11.02%
MSFT	\$82,937	9.28%

Your concentration threshold is 5% of the total portfolio.

To remove concentrated position

Consider liquidating **\$53,783** of AMGN from Pre-retiree’s IRA and Amanda’s IRA account.
Consider liquidating **\$38,254** of MSFT from Amanda’s IRA account.

The transaction cost of liquidation is not included in the analysis. The liquidation will also result in the loss of future earnings.

Tax Allocation

Tax deferred assets include 401(k)/403(b), IRAs and other tax deferred accounts. Tax free assets include Roth 401(k), Roth IRA, 529, HSA and other tax free accounts. The taxability of the accounts above are based on a variety of factors. Please consult a qualified tax professional to discuss your individual tax situation.



● Taxable ● Tax deferred
● Tax free

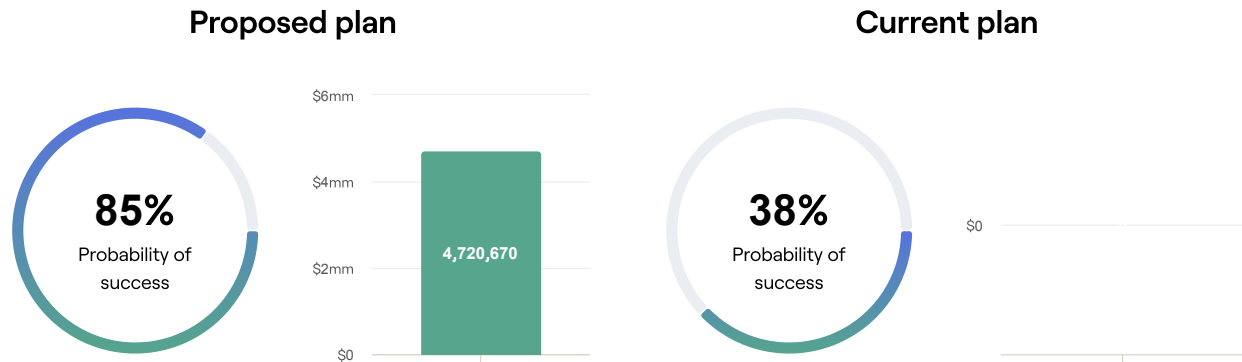
\$220,000
Taxable asset

\$641,668
Tax deferred asset

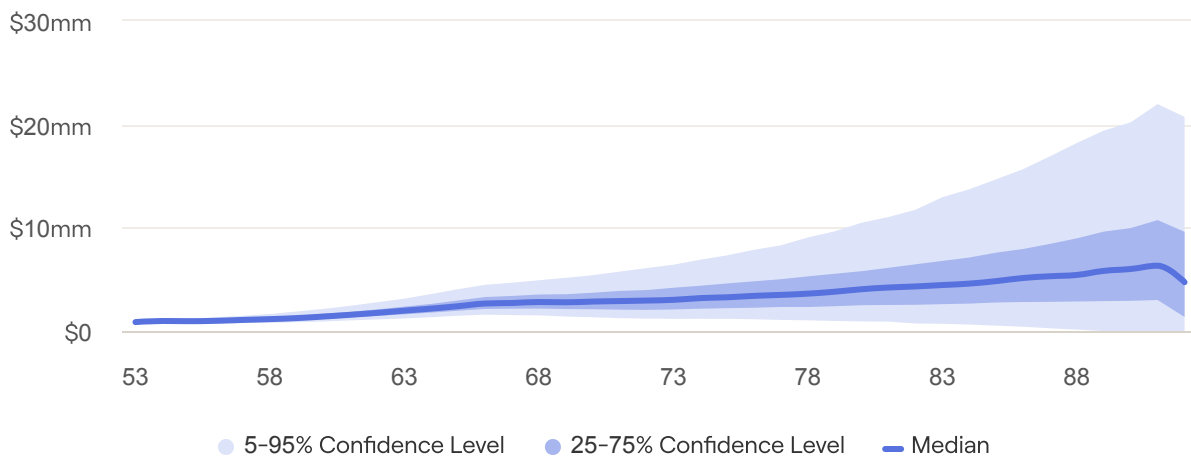
\$32,000
Tax free asset

Monte Carlo Analysis

Use of a detailed retirement analysis tool is important to help determine whether you are on track for a successful retirement. Monte Carlo simulations, stress tests, and viewing specific scenarios can help you evaluate your retirement plans and see the impact of potential changes.



Asset simulation results - Proposed plan



This section of the report displays the results of Monte Carlo simulations run on the current and proposed plans. The results are derived from 1000 simulations and the specified retirement cash flows. The chart of probability of success represents the overall likelihood of success in both the current and proposed plan.

IMPORTANT: The projections or other information generated by RightCapital regarding the likelihood of various investment outcomes are hypothetical in nature, do not reflect actual investment results and are not guarantees of future results. Results are based on return and volatility assumptions from a number of market indices shown in disclosure sections 5, 6 and 8.4. Fees and expenses are not included, and thus, are excluded, including, but not limited to, fund fees, account fees, product fees and advisor fees. Inclusion of those fees results in lower returns, which would affect the probability of achieving any particular outcome. Results may vary with each use and over time. The analysis must be reviewed in conjunction with assumptions, limitations and methodologies in the disclosure section. This report is not complete without the accompanying disclosure page.

Retirement Analysis Action Items

	Proposed	Current
Financial goals		
Pre-Retiree's retirement age	67	65
Amanda's retirement age	67	65
Retirement Monthly Expense	\$10,000	\$10,000
Savings		
Pre-Retiree's Taxable	\$10,000	\$0
Pre-Retiree's 401(k)	15%	5%
Amanda's 401(k)	15%	3%
Kelly's 529	\$5,000	\$5,000
Expenses		
Pre-retirement Living Expenses	\$7,000	\$7,000
Strategies		
Asset allocation	Growth	Current allocation
Retirement allocation	Balanced	Current allocation
Social Security	Optimal strategy	Current strategy
Pre-Retiree Sample	Age 70	Age 62
Amanda Sample	Age 70	Age 62
Debt strategy	Current payments	Current payments
Distribution strategy	Distribution proposal	Current strategy
Education strategy	Education proposal	Current strategy
Retirement Spending	Inflation Adjusted	Inflation Adjusted

Saving Analysis – Proposed plan

Current year savings of Proposed plan



Total annual savings of
\$48,000
 Savings rate of
22.3%
 with total income of
 \$215,000

Savings over time of Proposed plan

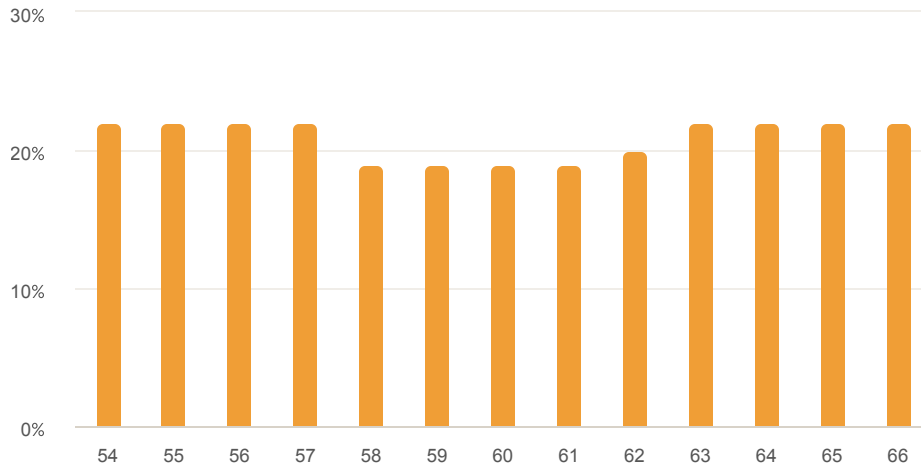


Total savings of
\$700,921
 Average savings rate of
21.0%
 with total income of
 \$3,357,825

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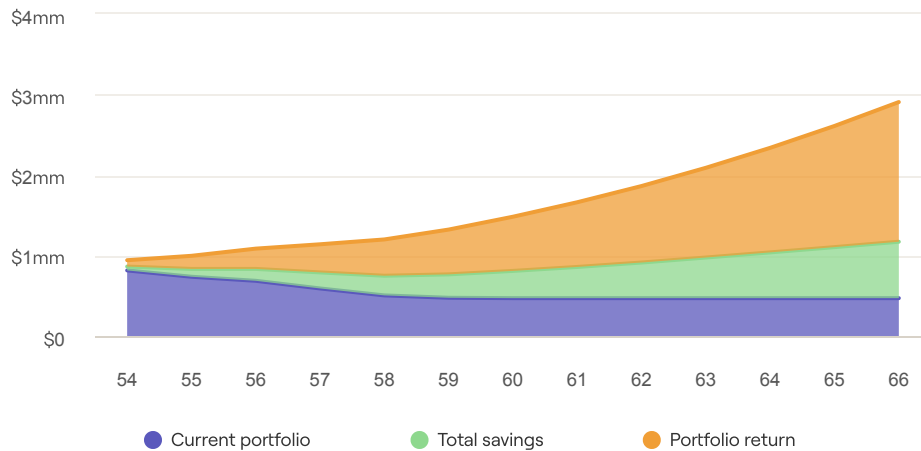
Saving Analysis – Proposed plan

Savings rate of Proposed plan



Total savings of
\$700,921
 Average savings rate of
21.0%
 with total income of
 \$3,357,825

Total savings and returns of Proposed plan

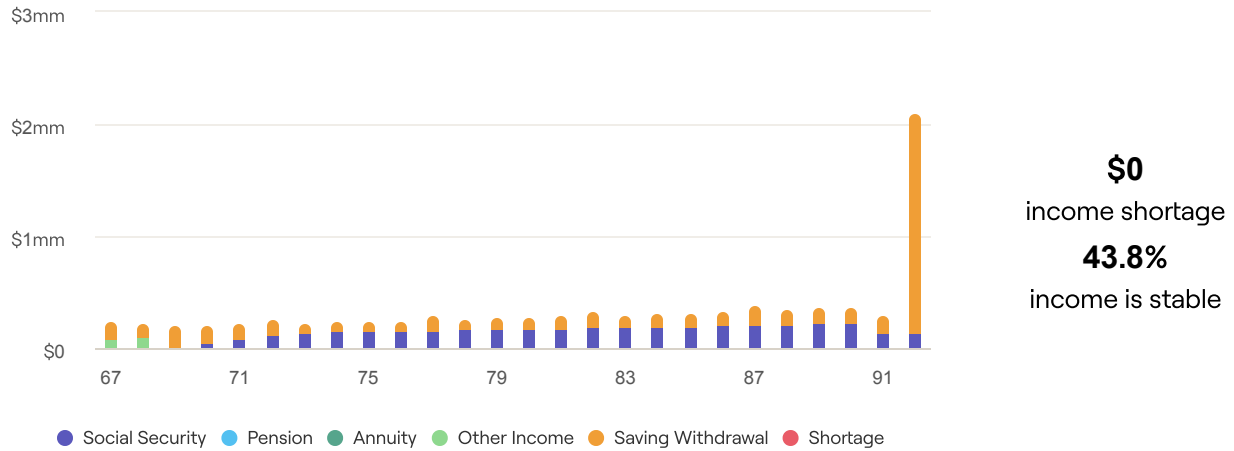


Total invested asset
\$2,906,312
 at retirement
\$700,921 total savings
\$1,735,195 portfolio return

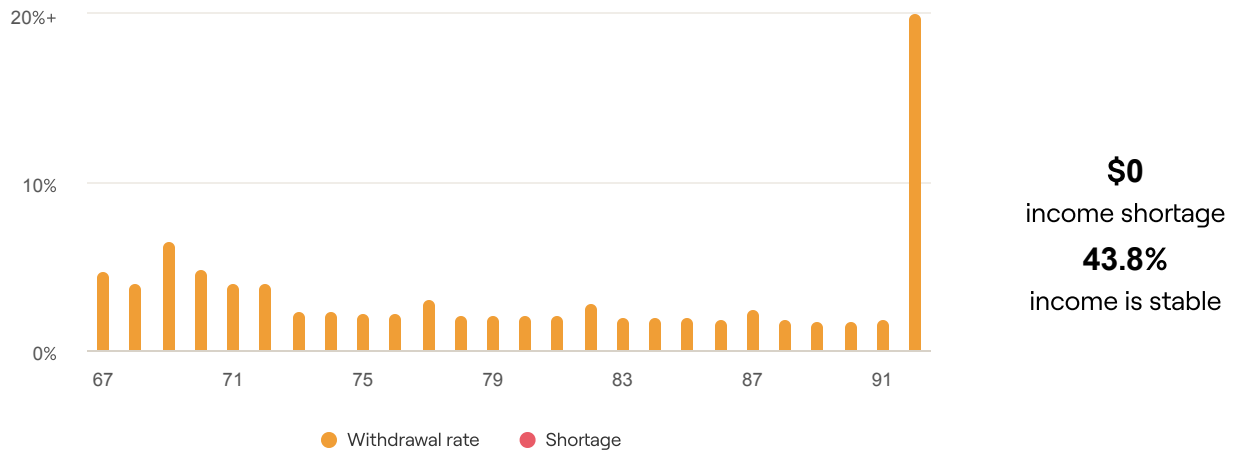
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Retirement Analysis Details – Proposed plan

Income sources of Proposed plan

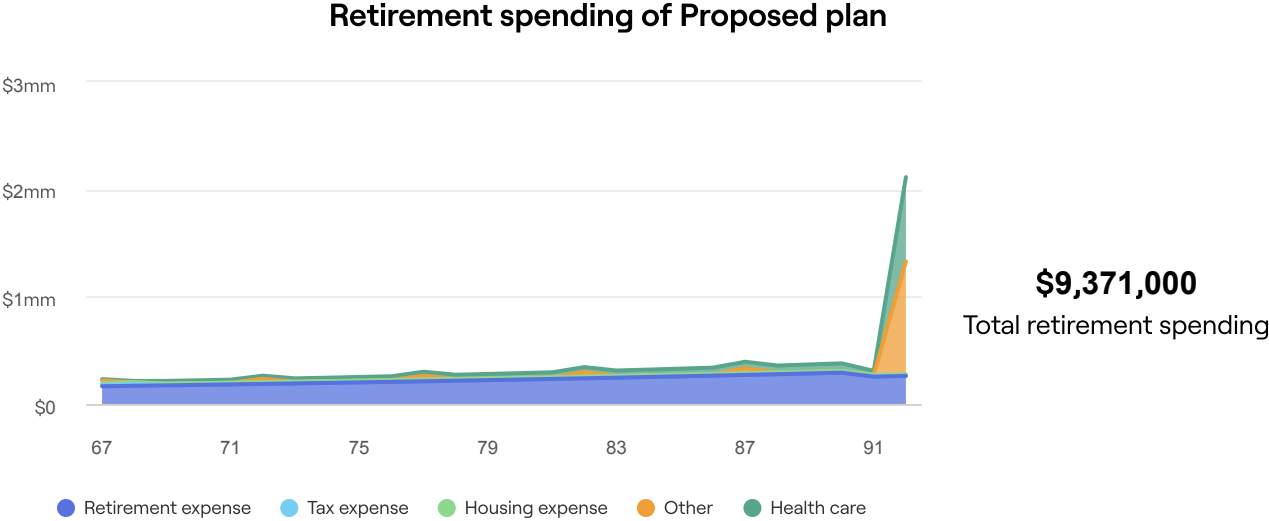


Withdrawal rate of Proposed plan



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Retirement Analysis Details – Proposed plan

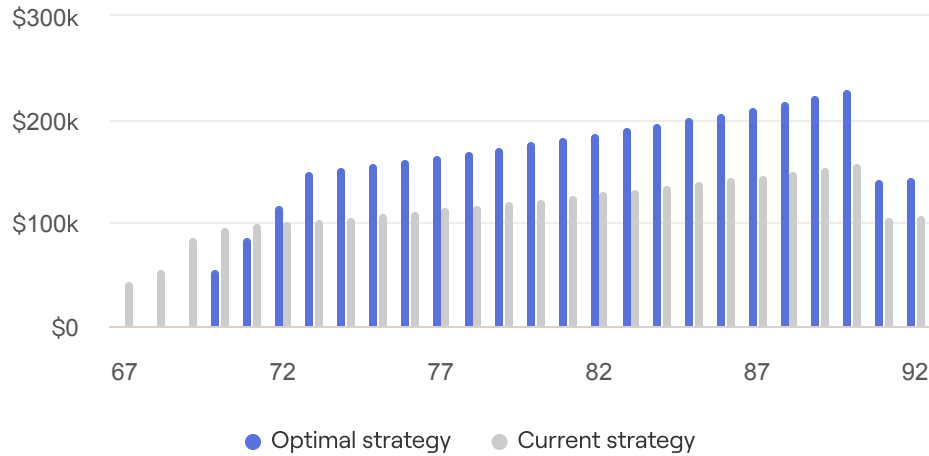


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Optimal Social Security Strategy

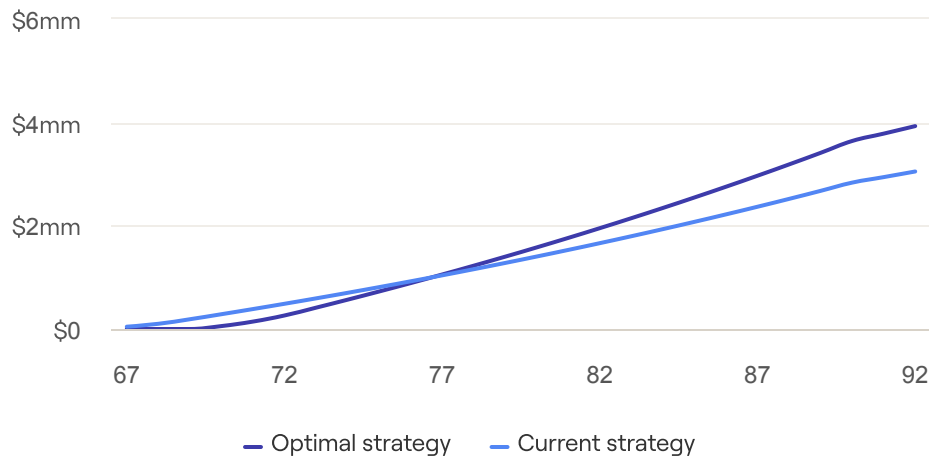
There are as many as 700 different Social Security filing strategies that can be tested in order to identify the optimal Social Security benefit for your specific retirement needs. Compare your optimal strategy to others to see the potential benefit of optimization.

Annual cash flow comparison



\$878,507 more
from the Optimal
Social Security filing
strategy
than Current strategy

Cumulative cash flow comparison



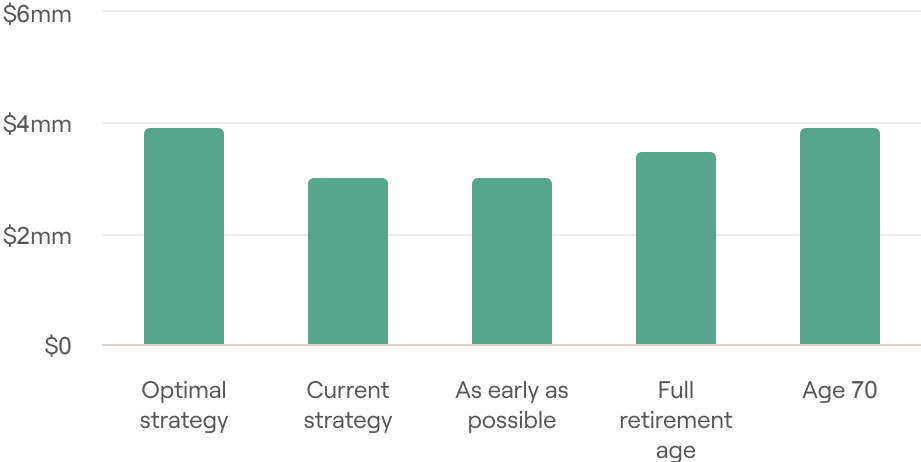
Age 77
break-even point
between the Optimal
Social Security filing
strategy and Current
strategy

To obtain maximum Social Security benefit

1. Pre-Retiree applies own retirement/spousal benefit at age 70.
2. Amanda applies own retirement/spousal benefit at age 70.

Optimal Social Security Strategy

Summary of all strategies



\$3,927,329
of total income from
the Optimal Social
Security filing
strategy

Medicare Coverage

It is important to select the Medicare options that meet your needs and enroll in Medicare on time. Delayed enrollment can result in penalties and coverage gaps.

Your Medicare Considerations



Location Consideration I spend most of my time at home and visit in-network Dr. in my area

✔ Flexibility on doctor choices



Health Consideration I'm healthy and can work with deductible/copay/coinsurance for lower premiums

✔ Deductible/copay



Risk Consideration I prefer more predictable cost with an out of pocket limit

✘ No out of pocket limit

Proposed Medicare Choices

Original Medicare Part A, B, D covers Hospital insurance, Medical insurance and prescription drugs. Dental and vision is NOT included. Original Medicare enables you to see Dr. in any location in U.S. Original Medicare has less predictable costs with deductibles, copays, and no out of pocket limit.

Medicare Coverage

It is important to select the Medicare options that meet your needs and enroll in Medicare on time. Delayed enrollment can result in penalties and coverage gaps.

Coverage Analysis

Description	Coverage
Hospital Insurance	✔ Covered in Medicare Part A
Medical insurance	✔ Covered in Medicare Part B
Prescription drug	✔ Covered in Medicare Part D
Dental, vision and hearing	✘ Not covered
Long term Care	✘ Not covered

Proposed option
**Original Medicare, Part A,
B, D**

Medicare Enrollment

It is important to select the Medicare options that meet your needs and enroll in Medicare on time. Delayed enrollment can result in penalties and coverage gaps.

Pre-Retiree Sample

Social Security at 65	I will have received retirement benefits by age 65
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Group Plan Coverage at 65	I have group coverage from me/spouse. Plan covers more than 20 employees
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Amanda Sample

Social Security at 65	I will have received retirement benefits by age 65
-----------------------	--

Group Plan Coverage at 65	I have group coverage from me/spouse. Plan covers more than 20 employees
---------------------------	--

Your Enrollment Period

Pre-Retiree should talk to the group benefit administrator and ask about signing up for Medicare 3 months before Pre-Retiree's 65th birthday. Pre-Retiree will be auto enrolled in Part A and B. Pre-Retiree can consider declining Part A, B coverage, delaying Medicare enrollment, and continuing to use Group plan coverage. Pre-Retiree needs to enroll in Medicare when Pre-Retiree loses Group plan coverage.

Amanda should talk to the group benefit administrator and ask about signing up for Medicare 3 months before Amanda's 65th birthday. Amanda will be auto enrolled in Part A and B. Amanda can consider declining Part A, B coverage, delaying Medicare enrollment, and continuing to use Group plan coverage. Amanda needs to enroll in Medicare when Amanda loses Group plan coverage.

Start Enrollment

To enroll in Medicare part A and B: www.ssa.gov

To enroll in MediGap, Medicare Advantage and Medicare Part D, you need to compare plans from private insurance companies. Start at www.medicare.gov

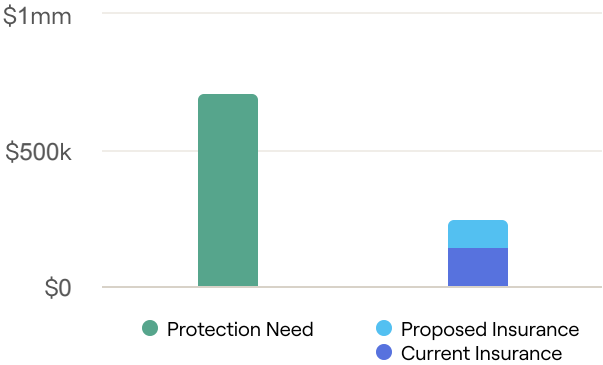
Medicare Tips

Scenario	Tip
I'm turning 65	Medicare enrollment is NOT automatic
I have group retiree benefit or COBRA	You still need Medicare
I missed my enrollment period	You have a LIFETIME penalty of higher premiums. You are likely to have months of a coverage gap
I enrolled in Medicare	You cannot contribute to an HSA
I enrolled in Medicare Advantage	You don't need a MediGap policy
What's my total health care cost?	Varying by plan, premium plus out of pocket expenses range from \$5,000 to \$8,000 per year.

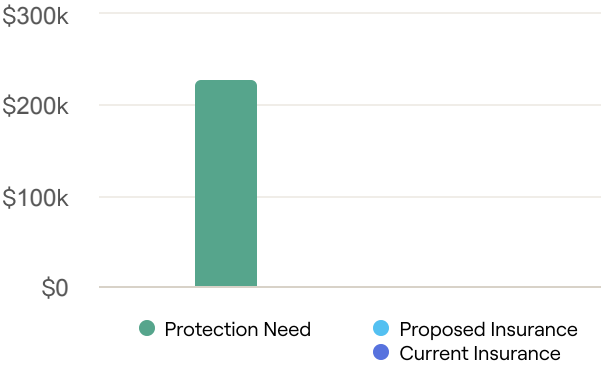
Life Insurance

The need for life insurance is analyzed by projecting future cash flows for an individual’s survivors. This generates a proposed life insurance coverage level that helps ensure the survivors have sufficient assets to reach the end of the planning horizon.

Pre-Retiree’s life insurance analysis



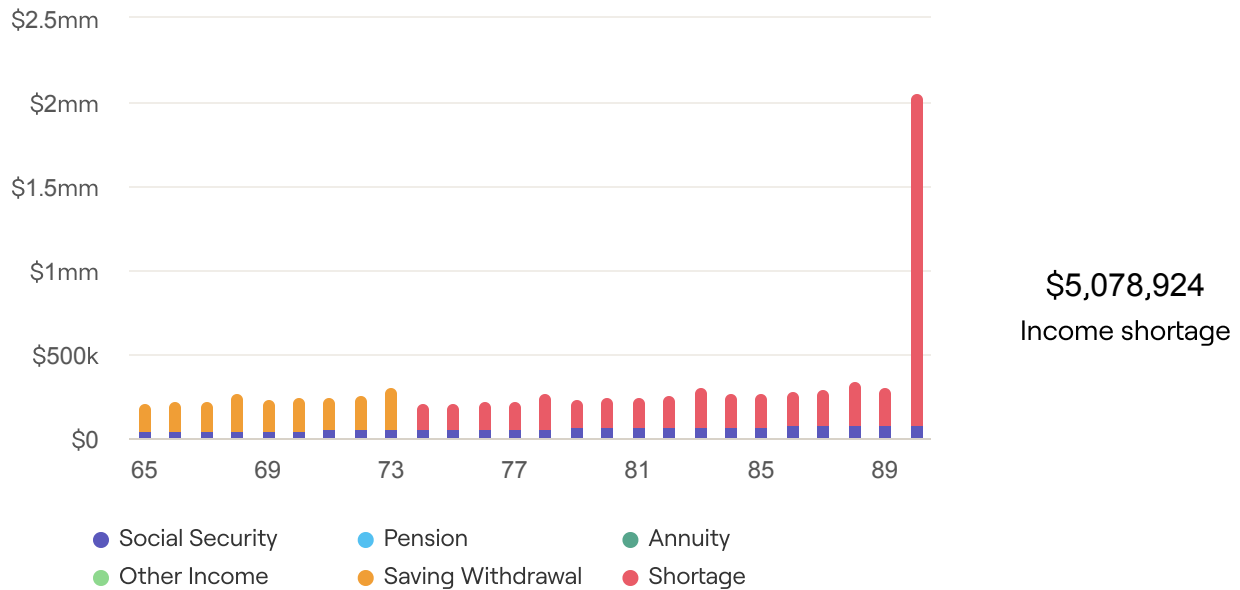
Amanda’s life insurance analysis



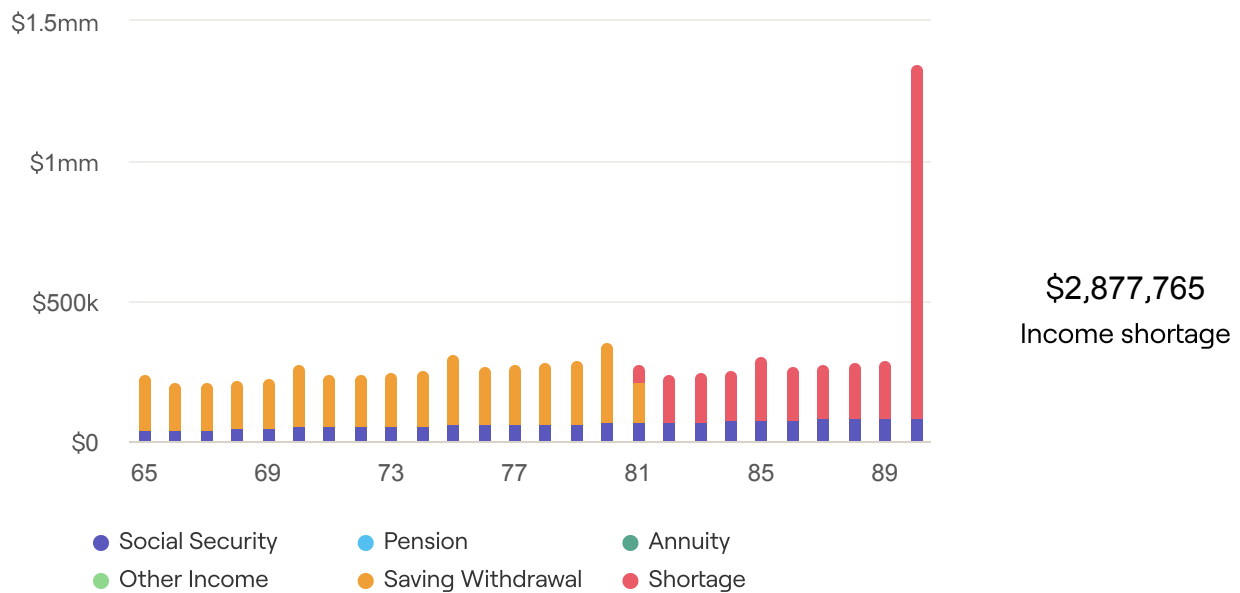
	If Pre-Retiree passes away next year	If Amanda passes away next year
Life insurance needs	\$ 710,000	\$ 230,000
Current life insurance coverage	\$ 150,000	\$ 0
Proposed additional life insurance	\$100,000	\$0

Life Insurance Retirement Income Impact

What happens if Pre-Retiree passed away



What happens if Amanda passed away



Life Insurance Details

Details if Pre-Retiree passes away next year

Year	Age	Income Inflows	Planned Distribution	Other Inflows	Total Inflows	Expenses	Goals	Tax Payment	Planned Saving	Total Outflows	Spend Unsaved Cash Flows	Net Flows
2024	54/52	175,000	0	250,000	425,000	130,500	0	40,785	13,250	184,535	0	240,465
2025	- /53	96,420	0	0	96,420	118,656	0	10,558	5,772	134,987	0	(38,567)
2026	- /54	63,476	0	0	63,476	115,035	0	4,593	5,796	125,423	0	(61,947)
2027	- /55	65,196	46,583	0	111,779	116,920	46,583	4,867	5,820	174,190	0	(62,411)
2028	- /56	28,138	28,607	0	56,745	118,853	48,912	4,771	5,844	178,380	0	(121,636)
2029	- /57	28,982	5,555	0	34,537	117,236	51,358	7,258	5,869	181,722	0	(147,185)
2030	- /58	29,851	5,555	0	35,406	98,864	53,925	4,771	5,896	163,455	0	(128,049)
2031	- /59	30,747	5,555	0	36,302	100,944	67,499	6,456	922	175,821	0	(139,520)
2032	- /60	70,287	0	0	70,287	103,077	70,874	57,831	950	232,731	0	(162,444)
2033	- /61	72,124	0	0	72,124	105,263	0	26,079	979	132,320	0	(60,195)
2034	- /62	74,009	0	0	74,009	107,503	0	26,731	1,008	135,242	0	(61,233)
2035	- /63	75,942	0	0	75,942	150,525	26,242	57,888	1,038	235,692	0	(159,750)
2036	- /64	77,927	0	0	77,927	153,896	0	46,466	1,069	201,431	0	(123,504)
2037	- /65	46,224	0	0	46,224	168,839	0	48,767	0	217,606	0	(171,382)
2038	- /66	47,380	0	0	47,380	172,955	0	50,175	0	223,130	0	(175,751)
2039	- /67	48,565	0	0	48,565	177,188	0	51,512	0	228,700	0	(180,136)
2040	- /68	50,351	0	0	50,351	181,542	29,690	67,110	0	278,342	0	(227,991)
2041	- /69	51,609	0	0	51,609	186,020	0	54,406	0	240,427	0	(188,817)
2042	- /70	52,900	0	0	52,900	190,627	0	55,913	0	246,540	0	(193,640)
2043	- /71	54,222	0	0	54,222	195,366	0	57,505	0	252,871	0	(198,649)
2044	- /72	55,578	0	0	55,578	200,242	0	59,099	0	259,341	0	(203,763)
2045	- /73	56,968	0	0	56,968	205,259	33,592	75,043	0	313,894	0	(256,927)
2046	- /74	58,392	0	0	58,392	210,421	0	(4)	0	210,417	0	(152,026)
2047	- /75	59,851	0	0	59,851	215,734	0	0	0	215,734	0	(155,882)
2048	- /76	61,348	0	0	61,348	221,201	0	0	0	221,201	0	(159,854)
2049	- /77	62,881	0	0	62,881	226,828	0	0	0	226,828	0	(163,947)
2050	- /78	64,454	0	0	64,454	232,621	38,006	0	0	270,626	0	(206,173)
2051	- /79	66,065	0	0	66,065	238,583	0	0	0	238,583	0	(172,519)
2052	- /80	67,717	0	0	67,717	244,722	0	0	0	244,722	0	(177,005)
2053	- /81	69,409	0	0	69,409	251,042	0	0	0	251,042	0	(181,633)
2054	- /82	71,145	0	0	71,145	257,550	0	0	0	257,550	0	(186,405)
2055	- /83	72,923	0	0	72,923	264,252	43,000	0	0	307,252	0	(234,329)
2056	- /84	74,747	0	0	74,747	271,154	0	0	0	271,154	0	(196,407)
2057	- /85	76,615	0	0	76,615	278,263	0	0	0	278,263	0	(201,647)
2058	- /86	78,531	0	0	78,531	285,585	0	0	0	285,585	0	(207,055)
2059	- /87	80,494	0	0	80,494	293,129	0	0	0	293,129	0	(212,635)

Year	Age	Income Inflows	Planned Distribution	Other Inflows	Total Inflows	Expenses	Goals	Tax Payment	Planned Saving	Total Outflows	Spend Unsaved Cash Flows	Net Flows
2060	- /88	82,506	0	0	82,506	300,901	48,651	0	0	349,552	0	(267,046)
2061	- /89	84,569	0	0	84,569	308,909	0	0	0	308,909	0	(224,340)
2062	- /90	86,683	0	0	86,683	1,062,985	1,000,000	0	0	2,062,985	0	(1,976,302)

Life Insurance Details

Details if Amanda passes away next year

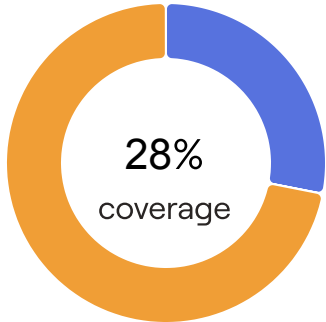
Year	Age	Income Inflows	Planned Distribution	Other Inflows	Total Inflows	Expenses	Goals	Tax Payment	Planned Saving	Total Outflows	Spend Unsaved Cash Flows	Net Flows
2024	54/52	215,000	0	0	215,000	247,300	0	42,313	14,450	304,063	0	(89,063)
2025	55/ -	178,233	0	0	178,233	119,156	0	42,508	7,725	169,389	8,844	0
2026	56/ -	183,461	0	0	183,461	115,535	0	44,962	7,957	168,453	15,008	0
2027	57/ -	188,844	46,583	0	235,426	117,420	46,583	46,941	8,195	219,139	16,287	0
2028	58/ -	168,826	10,024	0	178,851	119,353	48,912	52,978	8,441	229,685	0	(50,834)
2029	59/ -	173,891	0	0	173,891	117,736	51,358	56,478	8,695	234,267	0	(60,376)
2030	60/ -	179,108	0	0	179,108	99,364	53,925	55,983	8,955	218,227	0	(39,119)
2031	61/ -	184,481	0	0	184,481	101,444	67,499	58,273	9,224	236,440	0	(51,959)
2032	62/ -	190,016	0	0	190,016	103,577	70,874	67,503	9,501	251,454	0	(61,438)
2033	63/ -	195,716	0	0	195,716	105,763	0	57,133	9,786	172,681	23,035	0
2034	64/ -	201,587	0	0	201,587	108,003	0	59,074	10,079	177,156	24,432	0
2035	65/ -	42,104	0	0	42,104	160,944	26,242	58,900	0	246,086	0	(203,982)
2036	66/ -	43,158	0	0	43,158	164,836	0	47,660	0	212,496	0	(169,339)
2037	67/ -	44,236	0	0	44,236	168,839	0	48,933	0	217,772	0	(173,536)
2038	68/ -	51,388	0	0	51,388	172,955	0	49,918	0	222,873	0	(171,485)
2039	69/ -	52,672	0	0	52,672	177,188	0	51,253	0	228,441	0	(175,768)
2040	70/ -	53,989	0	0	53,989	181,542	29,690	66,869	0	278,101	0	(224,112)
2041	71/ -	55,339	0	0	55,339	186,020	0	54,167	0	240,188	0	(184,849)
2042	72/ -	56,722	0	0	56,722	190,627	0	55,667	0	246,294	0	(189,572)
2043	73/ -	58,141	0	0	58,141	195,366	0	57,248	0	252,614	0	(194,474)
2044	74/ -	59,594	0	0	59,594	200,242	0	58,833	0	259,075	0	(199,481)
2045	75/ -	61,084	46,848	0	107,932	205,259	33,592	76,537	0	315,388	0	(207,456)
2046	76/ -	62,611	41,955	0	104,566	210,421	0	62,210	0	272,631	0	(168,066)
2047	77/ -	64,176	37,872	0	102,048	215,734	0	63,953	0	279,687	0	(177,638)
2048	78/ -	65,780	32,915	0	98,696	221,201	0	65,793	0	286,994	0	(188,298)
2049	79/ -	67,425	26,698	0	94,124	226,828	0	67,639	0	294,468	0	(200,344)
2050	80/ -	69,110	18,975	0	88,086	232,621	38,006	87,726	0	358,352	0	(270,266)
2051	81/ -	70,838	6,497	0	77,335	238,583	0	37,620	0	276,203	0	(198,868)
2052	82/ -	72,610	0	0	72,610	244,722	0	0	0	244,722	0	(172,112)
2053	83/ -	74,425	0	0	74,425	251,042	0	0	0	251,042	0	(176,617)
2054	84/ -	76,286	0	0	76,286	257,550	0	0	0	257,550	0	(181,264)
2055	85/ -	78,193	0	0	78,193	264,252	43,000	0	0	307,252	0	(229,059)
2056	86/ -	80,147	0	0	80,147	271,154	0	0	0	271,154	0	(191,007)
2057	87/ -	82,151	0	0	82,151	278,263	0	0	0	278,263	0	(196,112)
2058	88/ -	84,205	0	0	84,205	285,585	0	0	0	285,585	0	(201,380)
2059	89/ -	86,310	0	0	86,310	293,129	0	0	0	293,129	0	(206,819)

Year	Age	Income Inflows	Planned Distribution	Other Inflows	Total Inflows	Expenses	Goals	Tax Payment	Planned Saving	Total Outflows	Spend Unsaved Cash Flows	Net Flows
2060	90/ -	88,467	0	0	88,467	300,901	1,048,651	0	0	1,349,552	0	(1,261,084)

Disability Insurance Analysis

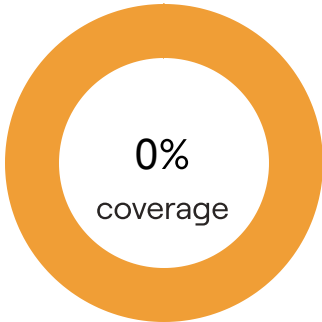
According to the Social Security Administration, the chance of becoming disabled before you retire is 1 in 4 - and for most people, disability will result in a lower living standard due to the loss of income. Having a disability insurance policy can replace lost earnings.

Pre-Retiree's income coverage during disability



- Current income coverage
- Proposed additional coverage
- Uninsured income

Amanda's income coverage during disability

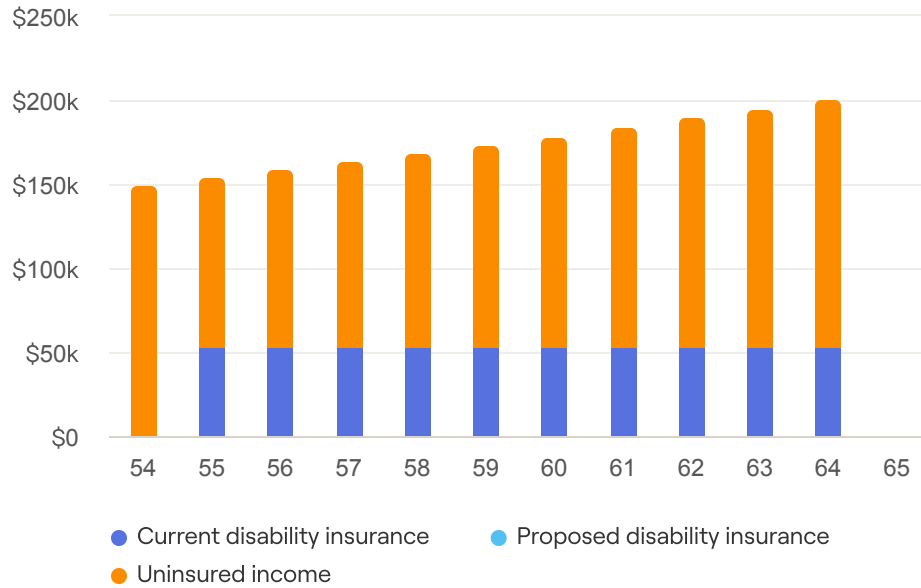


- Current income coverage
- Proposed additional coverage
- Uninsured income

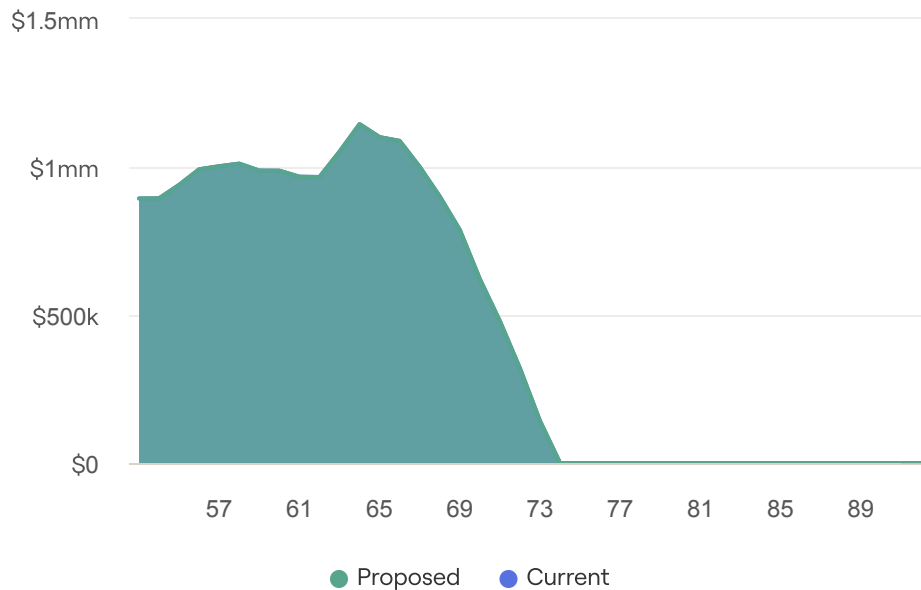
	If Pre-Retiree becomes disabled tomorrow	If Amanda becomes disabled tomorrow
Disability lasts	Until retirement	Until retirement
Proposed monthly coverage	\$0	\$0
Proposed benefit period	Age 65	Age 65
Proposed elimination period	360 days	360 days
Proposed inflation adjustment	0%	0%
Proposed inflation type	Compound	Compound
Proposed annual premium	\$0	\$0

Disability Insurance Analysis For Pre-Retiree

If Pre-Retiree becomes disabled tomorrow



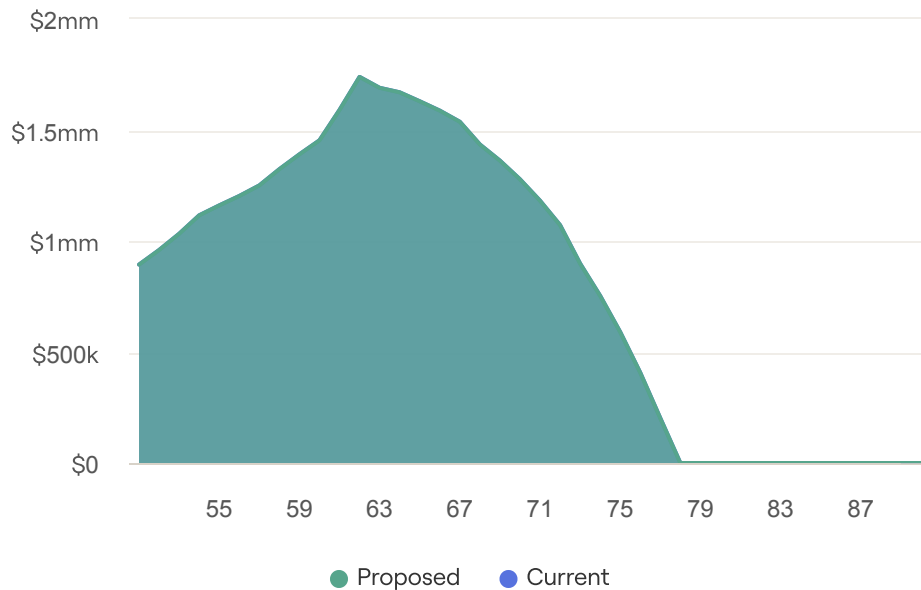
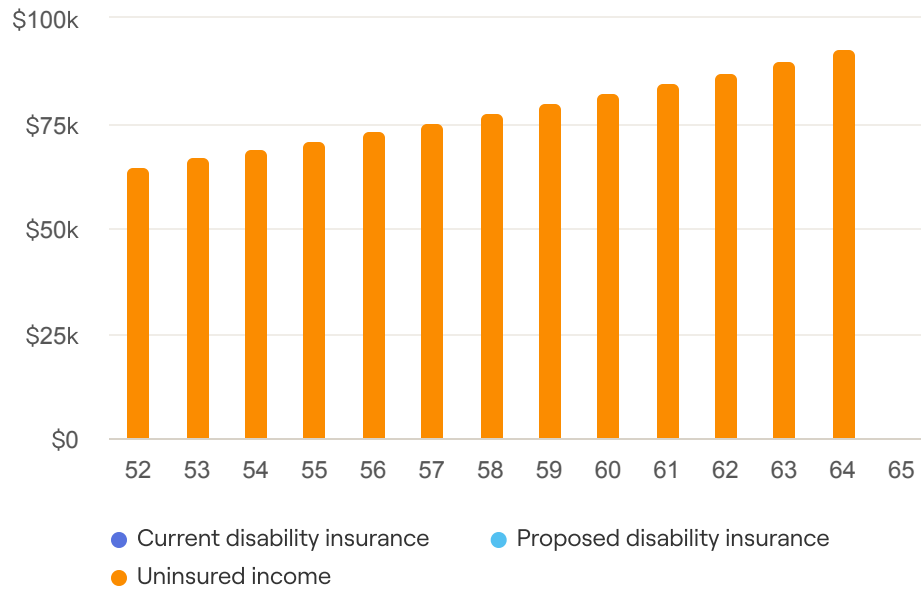
28%
of earned income
protected



Proposed plan has
\$0 more
ending assets and
lasts
0 years longer
than current plan

Disability Insurance Analysis For Amanda

If Amanda becomes disabled tomorrow



Disability Insurance Details

Details if Pre-Retiree becomes disabled tomorrow

Year	Age	Income Inflows	Planned Distribution	Other Inflows	Total Inflows	Expenses	Goals	Tax Payment	Planned Saving	Total Outflows	Spend Unsaved Cash Flows	Net Flows
2024	54/52	65,000	0	0	65,000	130,500	0	10,605	6,950	148,055	0	(83,055)
2025	55/53	66,950	0	54,000	120,950	132,071	0	21,169	7,008	160,248	0	(39,298)
2026	56/54	68,958	0	54,000	122,958	128,773	0	23,377	7,069	159,218	0	(36,260)
2027	57/55	71,027	46,583	54,000	171,610	130,989	46,583	23,690	7,131	208,393	0	(36,783)
2028	58/56	73,158	28,607	54,000	155,765	133,261	48,912	22,854	7,195	212,222	0	(56,457)
2029	59/57	75,353	5,555	54,000	134,908	131,992	51,358	56,336	2,261	241,946	0	(107,039)
2030	60/58	77,613	0	54,000	131,613	113,976	53,925	48,834	2,328	219,064	0	(87,451)
2031	61/59	79,942	0	54,000	133,942	116,422	67,499	55,071	2,398	241,390	0	(107,448)
2032	62/60	107,216	0	54,000	161,216	118,929	70,874	55,683	2,470	247,955	0	(86,740)
2033	63/61	123,056	0	54,000	177,056	121,498	0	34,181	2,544	158,223	18,833	0
2034	64/62	126,557	0	54,000	180,557	124,132	0	34,910	2,621	161,662	18,894	0
2035	65/63	130,157	0	0	130,157	183,985	26,242	62,130	2,699	275,056	0	(144,899)
2036	66/64	133,861	0	0	133,861	188,454	0	52,784	2,780	244,018	0	(110,156)
2037	67/65	70,998	0	0	70,998	204,534	0	45,103	0	249,637	0	(178,639)
2038	68/66	72,773	0	0	72,773	209,830	0	46,302	0	256,132	0	(183,358)
2039	69/67	74,593	0	0	74,593	215,286	0	47,448	0	262,734	0	(188,141)
2040	70/68	80,332	0	0	80,332	220,909	29,690	61,781	0	312,381	0	(232,049)
2041	71/69	82,340	0	0	82,340	226,704	0	49,686	0	276,390	0	(194,051)
2042	72/70	84,399	0	0	84,399	232,677	0	50,962	0	283,640	0	(199,241)
2043	73/71	86,509	0	0	86,509	238,834	0	52,298	0	291,133	0	(204,624)
2044	74/72	88,671	0	0	88,671	245,182	0	36,116	0	281,298	0	(192,626)
2045	75/73	90,887	0	0	90,887	251,726	33,592	3	0	285,321	0	(194,434)
2046	76/74	93,160	0	0	93,160	258,475	0	0	0	258,475	0	(165,315)
2047	77/75	95,489	0	0	95,489	265,434	0	0	0	265,434	0	(169,945)
2048	78/76	97,877	0	0	97,877	272,611	0	0	0	272,611	0	(174,734)
2049	79/77	100,323	0	0	100,323	280,015	0	0	0	280,015	0	(179,692)
2050	80/78	102,831	0	0	102,831	287,653	38,006	0	0	325,659	0	(222,827)
2051	81/79	105,402	0	0	105,402	295,533	0	0	0	295,533	0	(190,130)
2052	82/80	108,038	0	0	108,038	303,664	0	0	0	303,664	0	(195,626)
2053	83/81	110,738	0	0	110,738	312,054	0	0	0	312,054	0	(201,316)
2054	84/82	113,507	0	0	113,507	320,715	0	0	0	320,715	0	(207,208)
2055	85/83	116,344	0	0	116,344	329,654	43,000	0	0	372,654	0	(256,310)
2056	86/84	119,253	0	0	119,253	338,882	0	0	0	338,882	0	(219,629)
2057	87/85	122,235	0	0	122,235	348,410	0	0	0	348,410	0	(226,174)
2058	88/86	125,291	0	0	125,291	358,248	0	0	0	358,248	0	(232,957)

Year	Age	Income Inflows	Planned Distribution	Other Inflows	Total Inflows	Expenses	Goals	Tax Payment	Planned Saving	Total Outflows	Spend Unsaved Cash Flows	Net Flows
2059	89/87	128,423	0	0	128,423	368,408	0	0	0	368,408	0	(239,985)
2060	90/88	131,634	0	0	131,634	378,902	48,651	0	0	427,553	0	(295,919)
2061	- /89	96,501	0	0	96,501	308,909	0	0	0	308,909	0	(212,408)
2062	- /90	98,914	0	0	98,914	1,062,985	1,000,000	0	0	2,062,985	0	(1,964,071)

Disability Insurance Details

Details if Amanda becomes disabled tomorrow

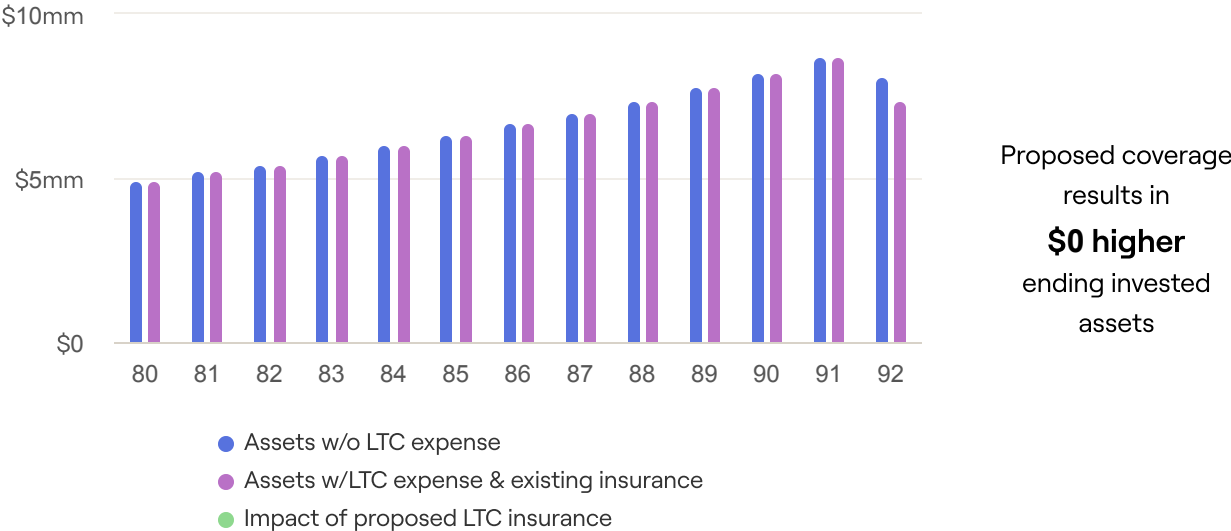
Year	Age	Income Inflows	Planned Distribution	Other Inflows	Total Inflows	Expenses	Goals	Tax Payment	Planned Saving	Total Outflows	Spend Unsaved Cash Flows	Net Flows
2024	54/52	150,000	0	0	150,000	130,500	0	33,051	7,500	171,051	0	(21,051)
2025	55/53	154,500	0	0	154,500	132,071	0	34,969	7,725	174,765	0	(20,265)
2026	56/54	159,135	0	0	159,135	128,773	0	39,243	7,957	175,973	0	(16,838)
2027	57/55	163,909	46,583	0	210,492	130,989	46,583	40,764	8,195	226,531	0	(16,039)
2028	58/56	168,826	2,407	0	171,234	133,261	48,912	46,222	8,441	236,836	0	(65,603)
2029	59/57	173,891	0	0	173,891	131,992	51,358	48,496	8,695	240,541	0	(66,650)
2030	60/58	179,108	0	0	179,108	113,976	53,925	47,753	8,955	224,610	0	(45,502)
2031	61/59	184,481	0	0	184,481	116,422	67,499	49,708	9,224	242,852	0	(58,371)
2032	62/60	190,016	0	0	190,016	118,929	70,874	58,827	9,501	258,130	0	(68,114)
2033	63/61	195,716	0	0	195,716	121,498	0	47,663	9,786	178,947	16,769	0
2034	64/62	213,547	0	0	213,547	124,132	0	52,271	10,079	186,482	27,064	0
2035	65/63	66,620	0	0	66,620	183,985	26,242	50,784	0	261,011	0	(194,391)
2036	66/64	68,286	0	0	68,286	188,454	0	41,106	0	229,560	0	(161,274)
2037	67/65	69,993	0	0	69,993	204,534	0	45,167	0	249,701	0	(179,708)
2038	68/66	77,788	0	0	77,788	209,830	0	45,955	0	255,785	0	(177,997)
2039	69/67	79,733	0	0	79,733	215,286	0	47,105	0	262,392	0	(182,659)
2040	70/68	81,727	0	0	81,727	220,909	29,690	61,676	0	312,276	0	(230,549)
2041	71/69	83,769	0	0	83,769	226,704	0	49,588	0	276,292	0	(192,523)
2042	72/70	85,863	0	0	85,863	232,677	0	50,861	0	283,538	0	(197,675)
2043	73/71	88,011	0	0	88,011	238,834	0	52,194	0	291,029	0	(203,018)
2044	74/72	90,211	0	0	90,211	245,182	0	53,533	0	298,715	0	(208,503)
2045	75/73	92,467	23,357	0	115,824	251,726	33,592	70,022	0	355,340	0	(239,516)
2046	76/74	94,778	19,960	0	114,738	258,475	0	56,363	0	314,838	0	(200,100)
2047	77/75	97,147	31,792	0	128,939	265,434	0	57,820	0	323,254	0	(194,315)
2048	78/76	99,576	25,885	0	125,461	272,611	0	59,347	0	331,959	0	(206,498)
2049	79/77	102,065	18,544	0	120,610	280,015	0	60,881	0	340,896	0	(220,286)
2050	80/78	104,616	9,598	0	114,214	287,653	38,006	54,184	0	379,843	0	(265,628)
2051	81/79	107,232	0	0	107,232	295,533	0	0	0	295,533	0	(188,300)
2052	82/80	109,914	0	0	109,914	303,664	0	0	0	303,664	0	(193,750)
2053	83/81	112,660	0	0	112,660	312,054	0	0	0	312,054	0	(199,394)
2054	84/82	115,478	0	0	115,478	320,715	0	0	0	320,715	0	(205,237)
2055	85/83	118,365	0	0	118,365	329,654	43,000	0	0	372,654	0	(254,289)
2056	86/84	121,324	0	0	121,324	338,882	0	0	0	338,882	0	(217,558)
2057	87/85	124,357	0	0	124,357	348,410	0	0	0	348,410	0	(224,053)
2058	88/86	127,466	0	0	127,466	358,248	0	0	0	358,248	0	(230,782)

Year	Age	Income Inflows	Planned Distribution	Other Inflows	Total Inflows	Expenses	Goals	Tax Payment	Planned Saving	Total Outflows	Spend Unsaved Cash Flows	Net Flows
2059	89/87	130,653	0	0	130,653	368,408	0	0	0	368,408	0	(237,755)
2060	90/88	133,918	0	0	133,918	378,902	48,651	0	0	427,553	0	(293,635)
2061	- /89	94,299	0	0	94,299	308,909	0	0	0	308,909	0	(214,610)
2062	- /90	96,657	0	0	96,657	1,062,985	1,000,000	0	0	2,062,985	0	(1,966,329)

Long-Term Care Insurance Analysis

U.S. Department of Health and Human Services indicates that 70% of people turning age 65 can expect to use some form of long-term care during their lives. Long-term care insurance may help you offset some of the cost.

LTC's impact on your invested assets



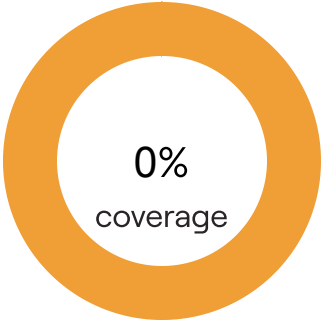
	Pre-Retiree's additional coverage	Amanda's additional coverage
Current long term care daily coverage	\$0	\$0
Proposed additional daily coverage	\$0	\$0
Proposed benefit period	2 years	2 years
Proposed elimination period	None	None
Proposed inflation adjustment	0%	0%
Proposed inflation type	Compound	Compound
Proposed annual premium	\$0	\$0

Long-Term Care Insurance Analysis

Pre-Retiree's total LTC cost is \$0

Amanda's total LTC cost is \$745,824

No insurance needed.



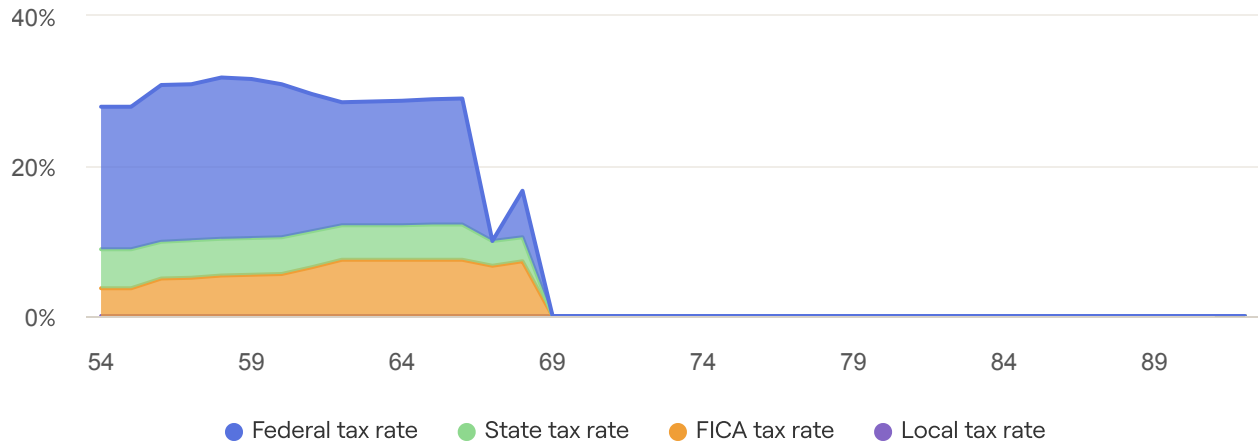
- Current coverage
- Proposed additional coverage
- Uninsured coverage

The LTC cost is calculated based on estimated LTC cost today adjusted by health inflation assumption. The LTC cost today used is documented in the Summary of User Input page. The health inflation assumption used is documented in section 7 of the disclosure page.

Tax Estimate

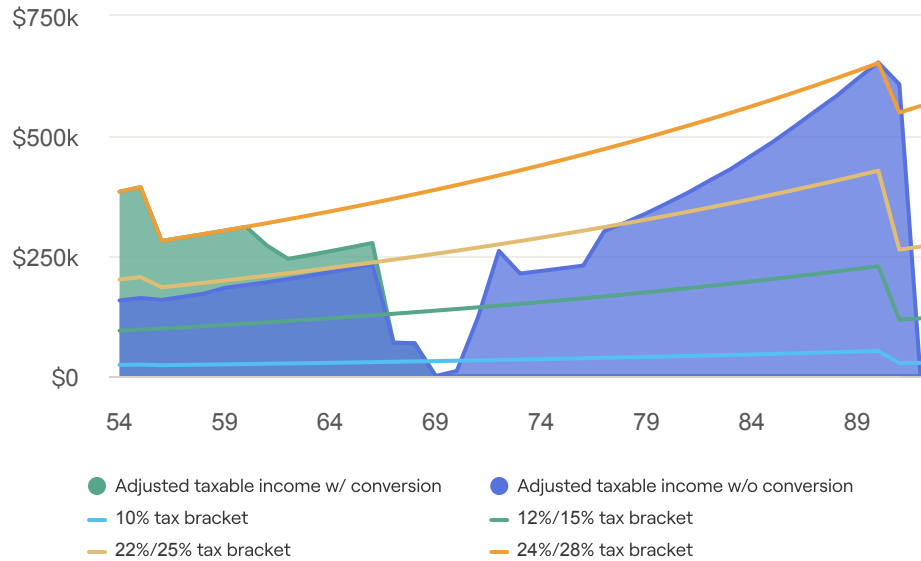
Taxes can have a significant impact on your future and are an important factor in financial planning. Estimated taxes below are based on your inputs and your proposed retirement plan, using current tax rates and methodologies.

Effective tax rate - Proposed Plan



Distribution and Conversion

Ordinary income tax bracket - Proposed Plan



Proposed Strategy
\$1,321,218 more
 tax adjusted ending
 portfolio than a
 taxable, tax-deferred,
 tax-free withdrawal
 strategy w/o
 conversion

Proposed distribution strategy

Proposed withdrawal strategy: Taxable, tax-deferred, tax-free

Roth IRA conversion: Fill up to the 24%/28% ordinary income tax bracket

Estimated terminal tax rate: 19%

Conversion refers to a process converting assets in a Traditional IRA or 401k account to a Roth IRA account. It is important to evaluate whether a conversion is appropriate for your specific financial circumstances and evaluate any consequences and tax implications of this strategy. Tax Cuts and Jobs Act repeals the rules permitting recharacterizations of Roth conversions, effective starting in 2018.

Distribution and Conversion

Tax adjusted ending wealth

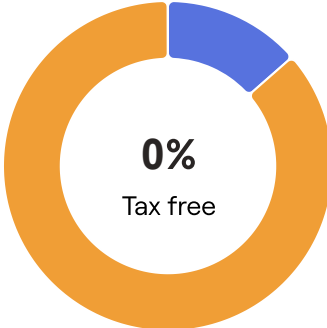
Proposed strategy



● Taxable ● Tax deferred ● Tax free

\$7,372,744 ending portfolio value

Taxable, tax-deferred, tax-free w/o conversion



● Taxable ● Tax deferred ● Tax free

\$6,051,526 ending portfolio value

Distribution and Conversion Details

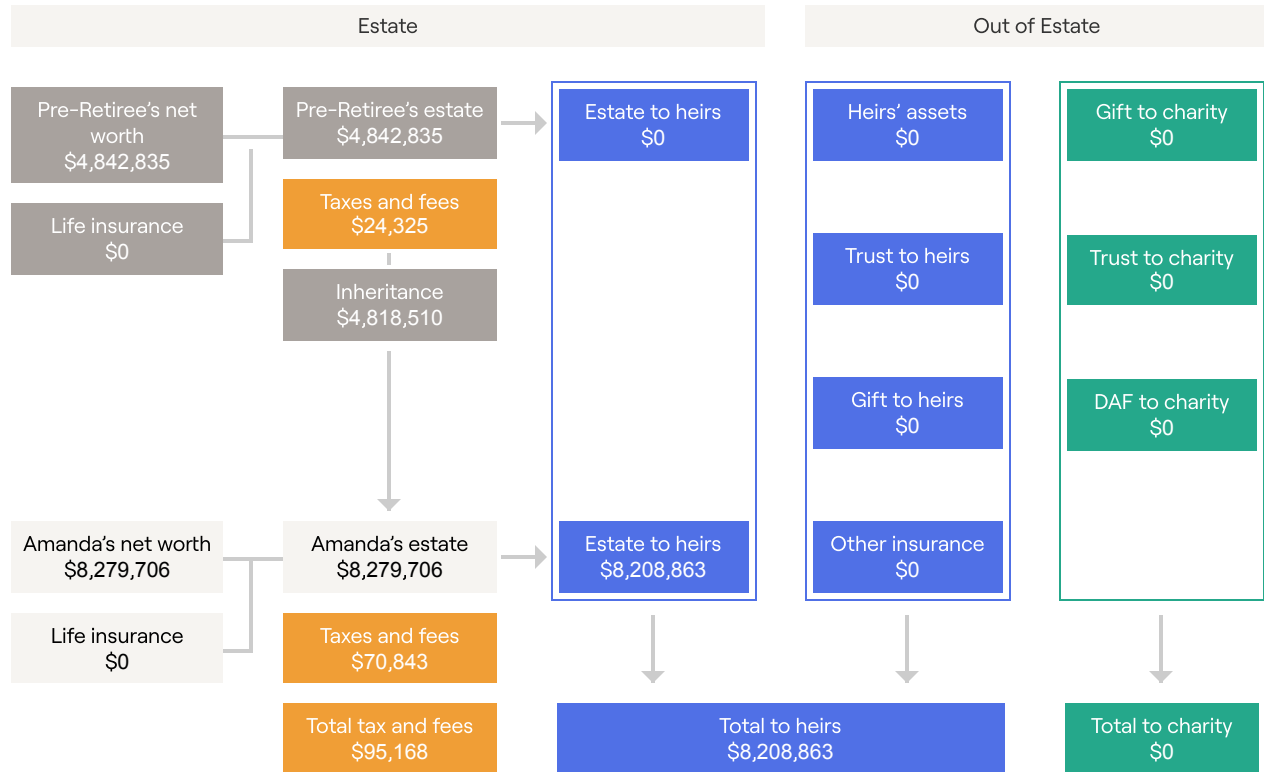
Year	Age	Conversion Amount	Withdrawal From Taxable Account	Withdrawal From Tax Deferred Account	Withdrawal From Tax Free Account	Taxable Account Balance	Tax Deferred Account Balance	Tax Free Account Balance
2024	54/52	223,883	78,984	223,883	0	159,682	514,376	267,435
2025	55/53	229,395	78,630	229,395	0	95,135	371,546	529,409
2026	56/54	132,462	50,347	132,462	0	53,178	314,288	717,846
2027	57/55	134,286	48,446	134,286	46,583	9,422	251,430	878,469
2028	58/56	129,380	10,253	136,701	68,745	0	181,924	1,017,489
2029	59/57	128,585	0	133,043	24,937	0	111,296	1,210,874
2030	60/58	129,783	0	134,549	0	0	34,325	1,447,448
2031	61/59	86,547	0	86,547	0	0	0	1,661,652
2032	62/60	50,671	0	50,671	0	4,209	0	1,858,872
2033	63/61	52,191	0	52,191	0	14,581	0	2,075,005
2034	64/62	53,757	0	53,757	0	25,867	0	2,311,766
2035	65/63	55,369	0	55,369	0	38,148	0	2,571,020
2036	66/64	57,030	0	57,030	0	51,512	0	2,854,800
2037	67/65	19,091	55,348	19,091	94,985	0	0	2,991,496
2038	68/66	19,664	0	19,664	131,383	0	0	3,102,546
2039	69/67	0	0	0	215,286	0	0	3,118,298
2040	70/68	0	0	0	164,381	0	0	3,186,129
2041	71/69	0	0	0	139,792	0	0	3,283,600
2042	72/70	0	0	0	145,735	0	0	3,382,387
2043	73/71	0	0	0	87,968	0	0	3,546,297
2044	74/72	0	0	0	90,543	0	0	3,719,838
2045	75/73	0	0	0	93,223	0	0	3,903,622
2046	76/74	0	0	0	96,009	0	0	4,098,306
2047	77/75	0	0	0	134,198	0	0	4,269,298

Year	Age	Conversion Amount	Withdrawal From Taxable Account	Withdrawal From Tax Deferred Account	Withdrawal From Tax Free Account	Taxable Account Balance	Tax Deferred Account Balance	Tax Free Account Balance
2048	78/76	0	0	0	101,920	0	0	4,485,302
2049	79/77	0	0	0	105,055	0	0	4,714,257
2050	80/78	0	0	0	108,319	0	0	4,956,997
2051	81/79	0	0	0	111,717	0	0	5,214,415
2052	82/80	0	0	0	155,181	0	0	5,447,538
2053	83/81	0	0	0	118,931	0	0	5,734,271
2054	84/82	0	0	0	122,764	0	0	6,038,524
2055	85/83	0	0	0	126,754	0	0	6,361,443
2056	86/84	0	0	0	130,910	0	0	6,704,254
2057	87/85	0	0	0	180,416	0	0	7,023,087
2058	88/86	0	0	0	139,747	0	0	7,406,332
2059	89/87	0	0	0	144,445	0	0	7,813,418
2060	90/88	0	0	0	149,340	0	0	8,245,923
2061	- /89	0	0	0	166,493	0	0	8,693,484
2062	- /90	0	0	0	1,968,122	0	0	7,372,744

Estate Planning

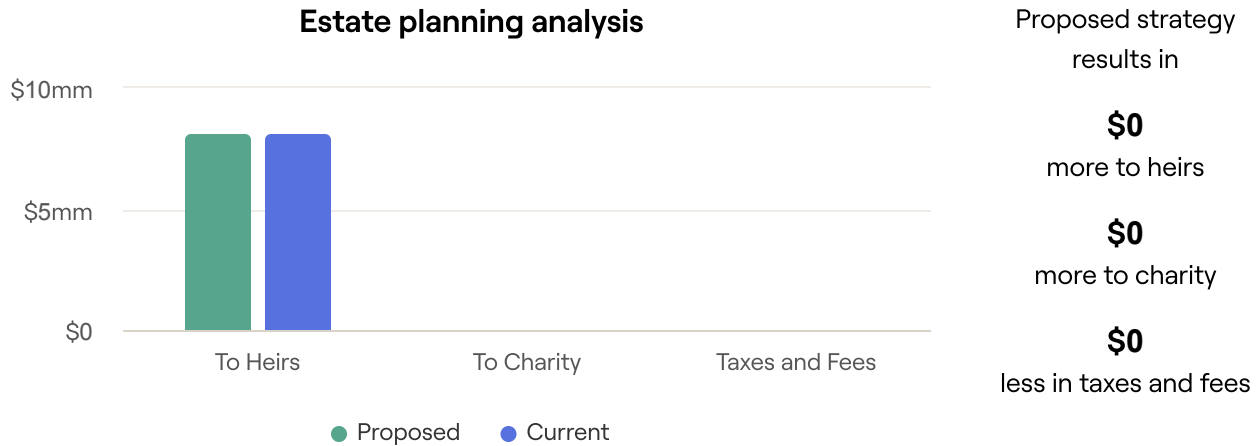
Effective use of living trust strategies can reduce taxes and expenses so that more of your assets are passed on to heirs or charity.

Estate flow chart



Estate Planning Analysis

The proposals listed on the following pages would result in the following impact to your estate plan projection:

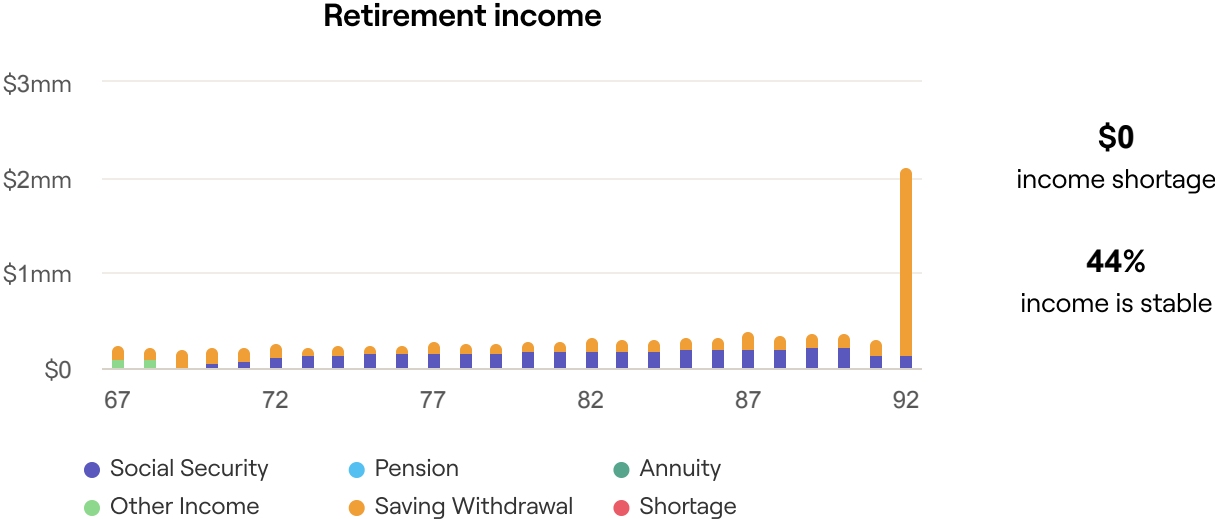


Proposed Trust strategy

Basic Information

Pre-Retiree's planning horizon	90
Amanda's planning horizon	90
Funeral expense	\$10,000
Probate expense	5%

Estate Planning Retirement Income




Estate Planning Details

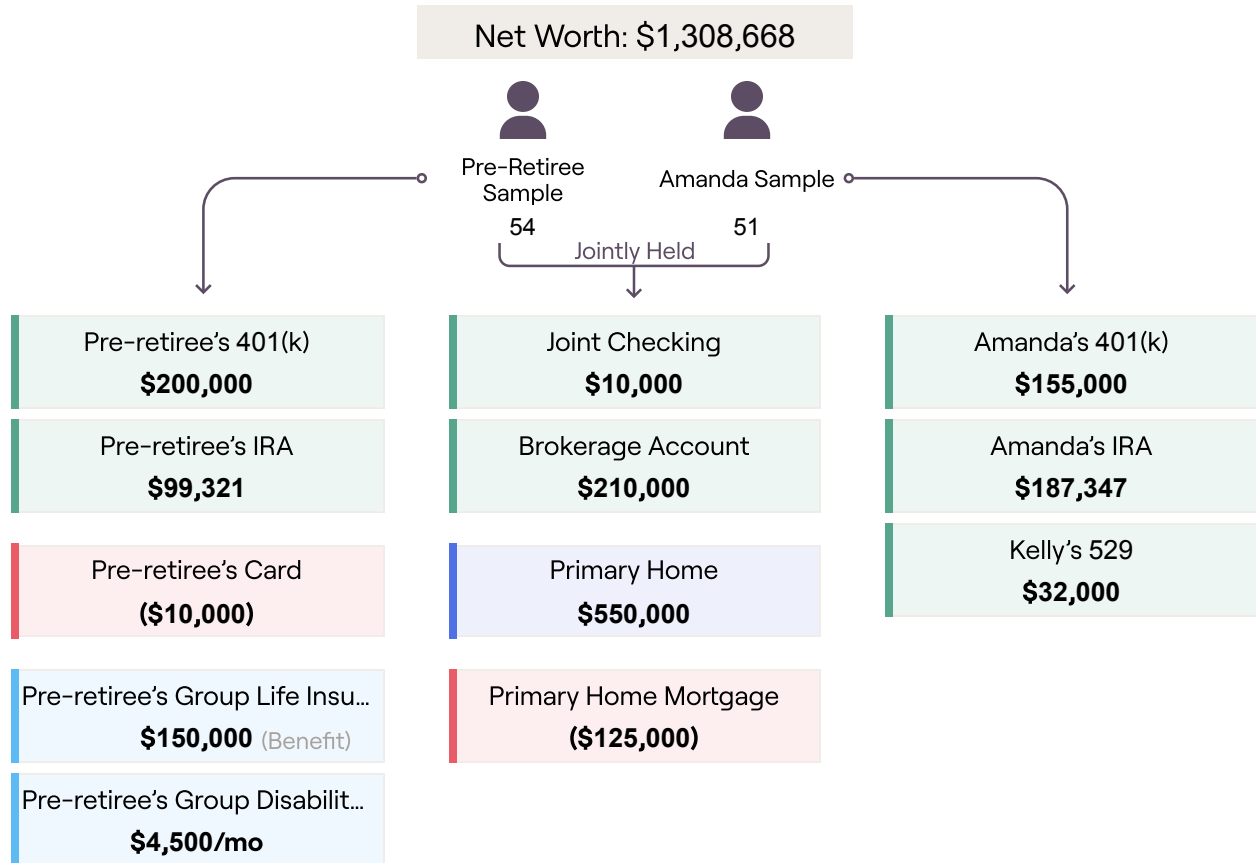
Pre-Retiree's Estate		Amanda's Estate		Out of Estate	
Investment	\$4,398,893	Investment	\$7,348,419	Heirs' assets	\$0
Real estate	\$443,942	Real estate	\$931,287	Credit shelter trust	\$0
Other assets	\$0	Other assets	\$0	Charitable remainder trust	\$0
Annuities	\$0	Annuities	\$0	Charitable lead trust	\$0
Debt	\$0	Debt	\$0	Spousal lifetime access trust	\$0
Mortgage	\$0	Mortgage	\$0	Qualified terminable interest trust	\$0
Insurance	\$0	Insurance	\$0	Grantor retained annuity trust	\$0
Gross estate	\$4,842,835	Gross estate	\$8,279,706	Intentionally defective grantor trust	\$0
Funeral expense	\$24,325	Funeral expense	\$25,557	Qualified personal residence trust	\$0
Probate	\$0	Probate	\$45,287	Irrevocable grantor trust	\$0
Estate tax - federal	\$0	Estate tax - federal	\$0	Irrevocable grantor trust - property	\$0
Estate tax - state	\$0	Estate tax - state	\$0	Irrevocable insurance trust	\$0
Total taxes & expenses	\$24,325	Total taxes & expenses	\$70,844	Other owned insurance	\$0
				Donor-advised fund	\$0
Net estate	\$4,818,510	Net estate	\$8,208,863		
To heirs	\$0	To heirs	\$8,208,863	To heirs	\$0
To co-client	\$4,818,510			To charity	\$0

Please refer to sections 8.6 and 8.7 of the disclosure section for more information.

Blueprint - Net Worth

- Bank & Investments
- Stock plan & Properties & Other assets
- Card & Loans
- Insurance

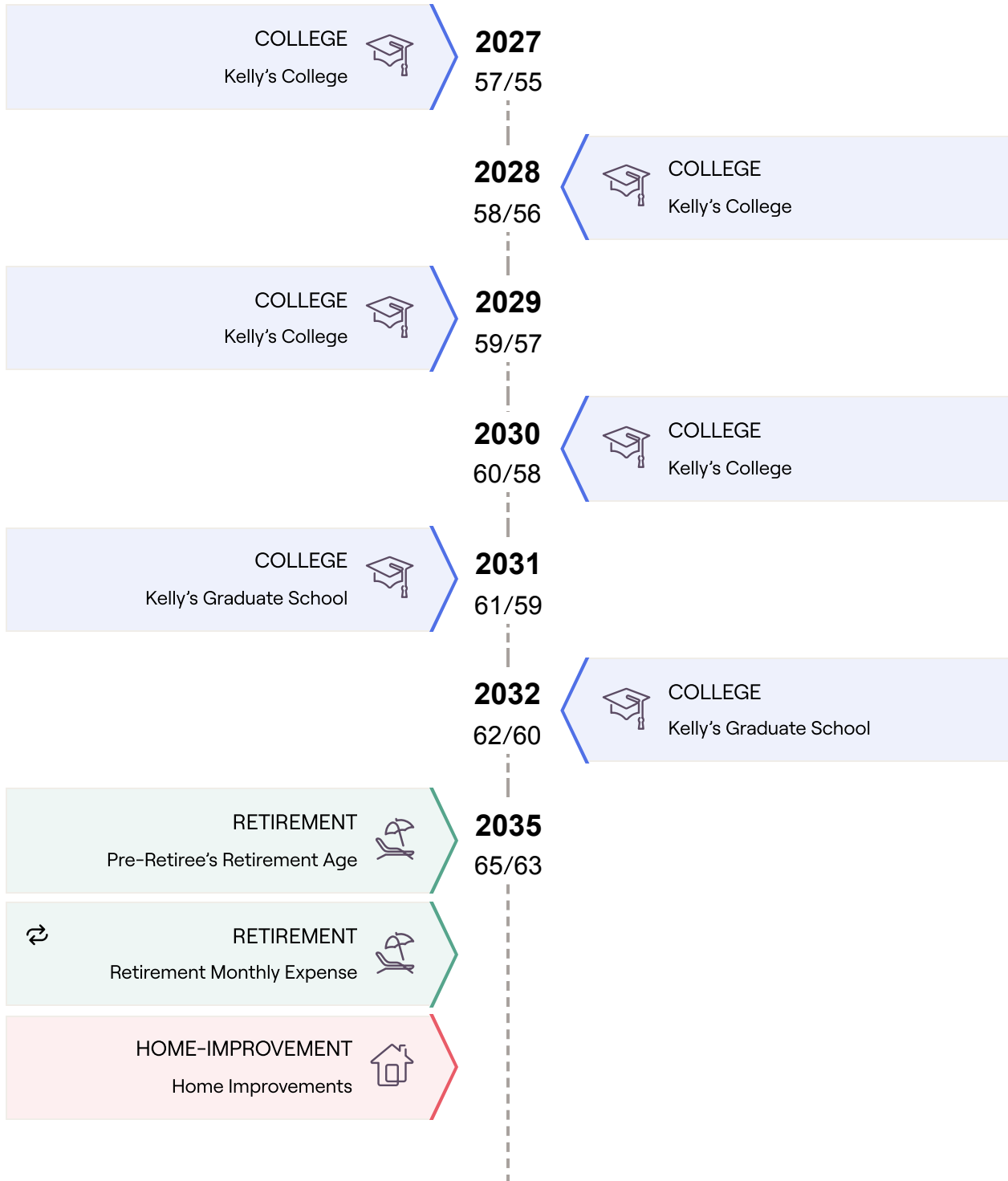

Kelly - 14



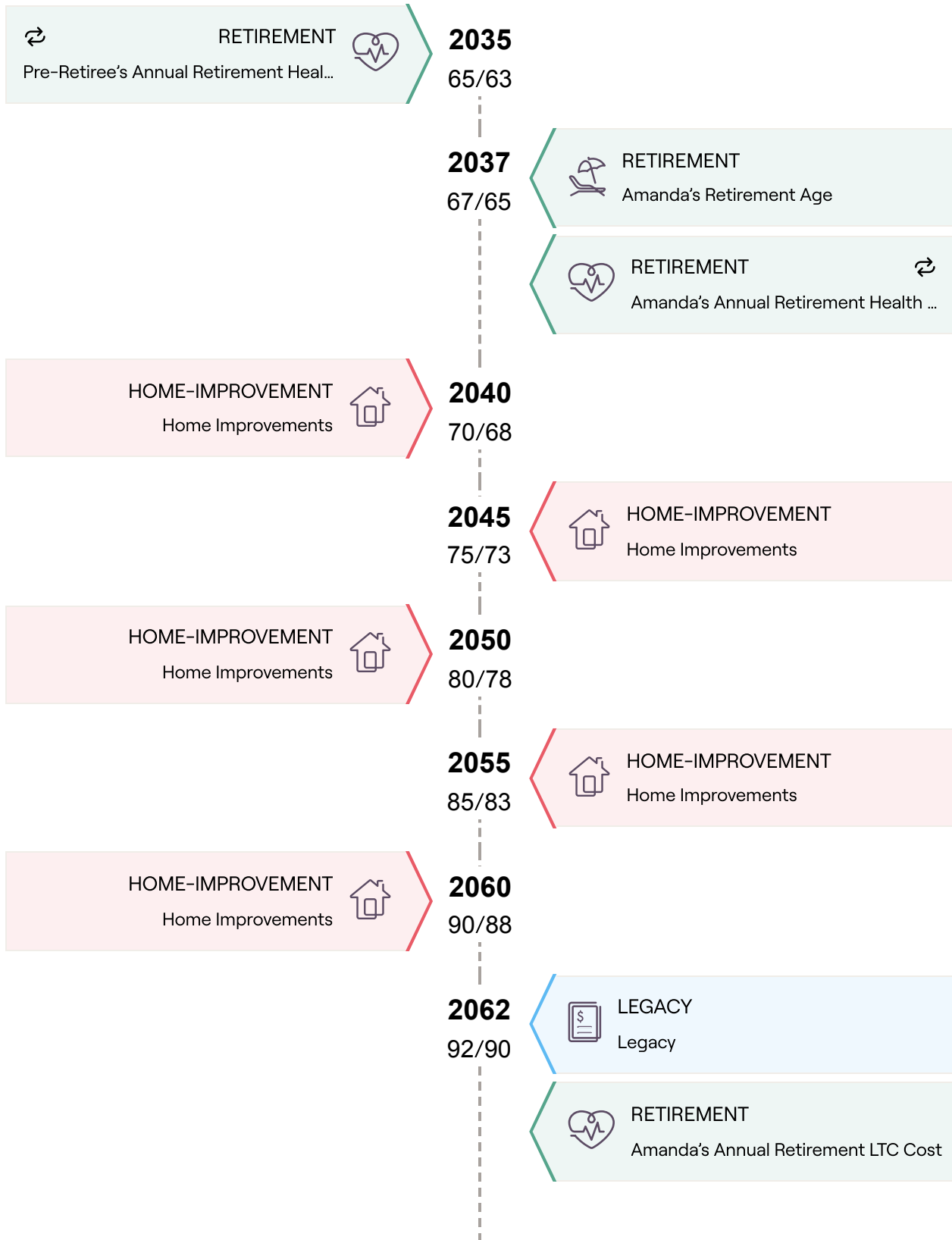
Blueprint - Goals

- Retirement
- Education
- Asset Purchase
- Other

Goals



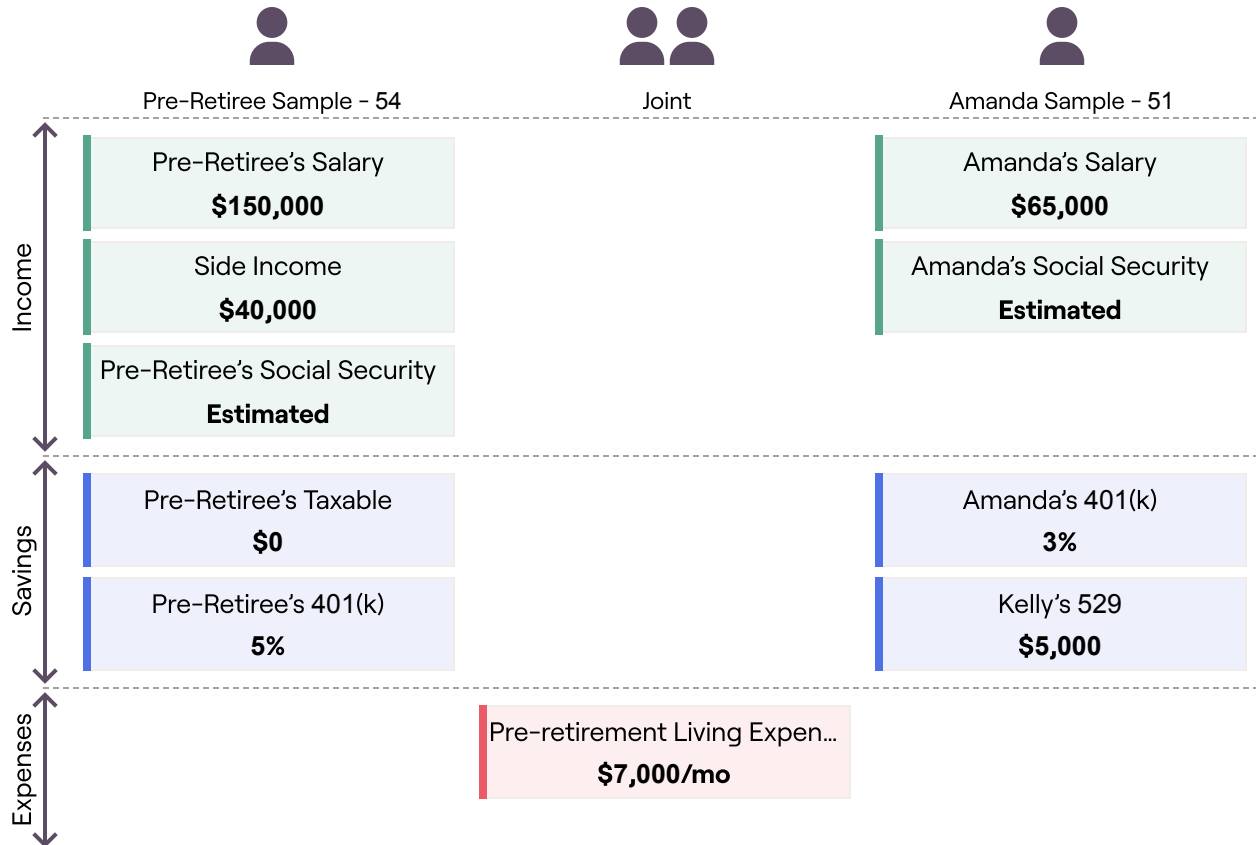
Blueprint - Goals



Blueprint – Income, Savings, Expenses

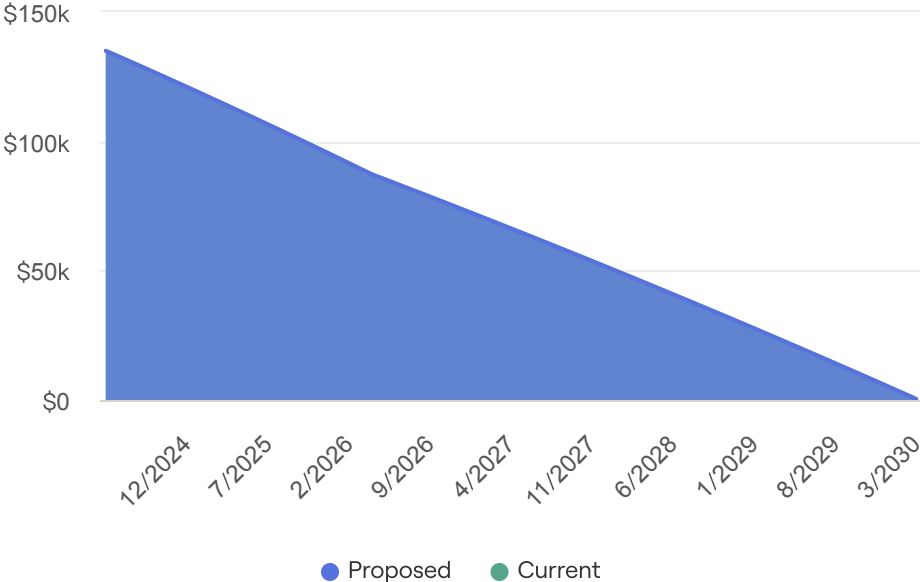
- Income
- Savings
- Expenses

Income, Savings, Expenses



Debt Management

Balance of selected debt



Total savings of
\$0
 and debt free
0
 months sooner

Proposed payment strategy

Payment priority	Same priority for all debt
Current total monthly payment	\$2,500
Proposed additional monthly payment	\$0
Proposed total monthly payment	\$2,500.00

Individual loan strategy

Loan name	Interest rate	Balance	Strategy
Joint Mortgage	4%	\$125,000	Use proposed payment strategy
Pre-retiree’s Card	15%	\$10,000.00	Use proposed payment strategy

Debt Management Payments

Proposed payments for next month

Debt Name	Balance	Interest Rate	Minimum Payment	Current Payment	Proposed Payment
Joint Mortgage	\$125,000	4%	\$1,910	\$2,000	\$2,000
Pre-retiree's Card	\$10,000	15%	\$500	\$500	\$500

Summary of User Input

Your financial plan is based on the following information:

Family

Name	Date of Birth	Planning Horizon	Relationship
Pre-Retiree	Apr 17, 1970	90	Client
Amanda	Jun 15, 1972	90	Co-client
Kelly	Dec 18, 2009		Child

Savings

Name	Annual Amount	Starting	Ending	Annual Increase
Pre-Retiree's Taxable	\$0	Already started	Pre-Retiree's retirement	0%
Pre-Retiree's 401(k)	5%	Already started	Pre-Retiree's retirement	
Amanda's 401(k)	3%	Already started	Amanda's retirement	
Kelly's 529	\$5,000	Already started	21	0%

Expenses

Name	Monthly Amount	Starting	Ending	Annual Increase
Pre-retirement Living Expenses	\$7,000	Already started		

Retirement Goals

Name	Retirement age	Annual retirement Health care	Annual retirement Long term care	Long term care duration
Pre-Retiree	65	\$6,092	\$68,640	0
Amanda	65	\$6,092	\$116,800	1

Other Goals

Name	Amount	Starting	Ending	Frequency
Retirement Monthly Expense	\$10,000	Pre-Retiree's retirement	End of both plans	Every 1 year
Legacy	\$1,000,000	End of both plans	End of both plans	One time
Home Improvements	\$20,000	Pre-Retiree's retirement	End of both plans	Every 5 years
Kelly's College Goal	\$45,240	18	21	Every 1 year
Kelly's Graduate School	\$47,970	22	23	Every 1 year

Disclosure

1. **No Warranties.** RightCapital makes no warranties, expressed or implied, as to accuracy, completeness, or results obtained from any information on www.rightcapital.com (the “Platform”). The Platform uses simplified assumptions derived and/or obtained from historical data that are used to create assumptions about potential investment returns.
2. **Advice.** RIGHTCAPITAL DOES NOT PROVIDE LEGAL, TAX, ACCOUNTING, INVESTMENT OR FINANCIAL ADVICE. RIGHTCAPITAL DOES NOT PROVIDE RECOMMENDATIONS FOR ANY PRODUCTS OR SECURITIES. Your financial professional may not provide tax or legal advice. The appropriate professionals should be consulted on all legal and accounting matters prior to or in conjunction with implementation of any strategy. Use prospectus for any discussions about securities.
3. **Data** provided by you or your financial professional for your assets, liabilities, goals, accounts, and other assumptions are key inputs for the calculations at RightCapital. The information should be reviewed periodically and updated whenever there is a change in information or circumstances.
4. **Monte Carlo Simulation methodology.** RightCapital generated Monte Carlo simulations calculating the results of your plan by running the projection 1000 times. Some sequences of returns will give you better results, and some will give you worse results. These multiple trials provide a range of possible results. RightCapital considers a trial to be “successful” if at the end of the planning horizon your invested assets are greater than zero. The percentage of trials that were successful is the Probability of Success of your plan, with all its underlying assumptions.
5. **Asset classes used in Monte Carlo simulation** RightCapital uses only a few asset classes. The default return and volatility assumptions of the asset classes are estimated based on the historical return data of indices, which serve as proxies for their respective asset classes. They are not returns of actual investments. The historical return data used to derive returns for all asset classes are:

Large Growth, Large Value and Other: S&P 500 Total Return Index - 12/1973 – 12/2023
Mid Cap: Russell Midcap Index - 12/1995 – 12/2023
Small Cap: Russell 2000 Index - 12/1980 – 12/2023
International Equities: MSCI EAFE Index - 12/1973 – 12/2023
Emerging Markets: MSCI Emerging Market Index - 12/1987 – 12/2023
Real Estate: MSCI US REIT Index - 12/2009 – 12/2023
Government: 10 Year Treasury Bond - 12/1999 – 12/2023
Municipal: Bloomberg Municipal Bond Index - 12/1999 – 12/2023
Corporate and International Bonds: Bloomberg US Aggregate Bond Index - 12/1999 – 12/2023
High Yield: ICE BofA US High Yield Index - 12/1999 – 12/2023
Cash: 3 Month Treasury Bill - 12/1999 – 12/2023

Note: The S&P500 Total Return Index is made up of both large cap growth and large cap value stocks. This index return and volatility data is used for both large cap growth and large cap value asset classes in the RightCapital system as it is an appropriate benchmark for both. RightCapital uses the S&P500 total return index as the best proxy for any unclassified assets labeled as ‘Other’

6. Return and volatility assumptions used in Monte Carlo simulations

Asset Class	Total Return	Volatility
Large Growth	11.06%	16.1%
Large Value	11.06%	16.1%
Mid Cap	11.28%	16.1%
Small Cap	11.04%	21.9%
International Equities	8.9%	18.5%
Emerging Markets	10.43%	27.1%

Asset Class	Total Return	Volatility
Real Estate	12.4%	16.3%
Government	5%	5.1%
Municipal	4.89%	3.95%
Corporate	4.83%	5.1%
High Yield	6.89%	5.1%
International Bonds	4.83%	5.1%

Asset Class	Total Return	Volatility
Cash	1.45%	1.9%
Other	11.06%	16.1%

7. **Tax and Inflation assumptions used in Monte Carlo simulations** Starting federal and state standard deductions, exemptions and the tax brackets used in projections are as of 2024. The following inflation assumptions are used in the projection: General inflation 2.5%; Education inflation 5%; Tax inflation 2.5%; Social Security inflation 2.5%; Health inflation: 5%

8. Assumption and calculation limitations of Monte Carlo Simulations

8.1 **Your resources and goals may be different from the estimates that you provided:** The report is intended to help you in making decisions on your financial future based, in part, on information that you have provided and reviewed including, but not limited to, your age, income, assets, liabilities, anticipated expenses and retirement age. Some of this information may change in unanticipated ways in the future and those changes may make this RightCapital projection less useful.

8.2 **Inherent limitations in RightCapital financial model results:** Investment outcomes in the real world are the results of a near infinite set of variables, few of which can be accurately anticipated. Any financial model, such as RightCapital, can only consider a small subset of the factors that may affect investment outcomes and the ability to accurately anticipate those few factors is limited. For these reasons, investors should understand that the calculations made in this report are hypothetical, do not reflect actual investment results, and are not guarantees of future results.

8.3 **Results may vary with each use and over time:** The results presented in this report are not predictions of actual results. Actual results may vary to a material degree due to external factors

beyond the scope and control of this report. As investment returns, inflation, taxes, and other economic conditions vary from the assumptions, your actual results will vary from those presented in RightCapital. Small changes in these inputs and assumptions may have a significant impact on the results.

8.4 RightCapital considers investments in only a few Broad Investment Categories: RightCapital utilizes U.S. Large Growth, U.S. Large Value, U.S. Mid Cap, U.S. Small Cap, Real Estate, International Equities, Emerging Markets Equity, U.S. Government, U.S. Corporate, U.S. High Yield, International Bonds and Cash. These broad investment categories are not specific securities, funds, or investment products. The assumed rates of return of these broad categories are based on the returns of indices. These indices do not include fees or operating expenses and are not available for investment. These indices are unmanaged and the returns are shown for illustrative purpose. It is important to note that the broad categories that are used are not comprehensive and other investments that are not considered may have characteristics that are similar or superior to the categories that are used in RightCapital.

8.4.1 Investment Risk: Clients and prospective clients should be prepared to bear investment loss including loss of original principal. Clients should assess their tolerance for risk with their financial professional and update when a change in financial status occurs. Investments are subject to many risks depending on the asset class, including but not limited to: Large Growth, Large Value, Mid Cap, Small Cap, Real Estate: Either the stock market as a whole, or the value of an individual company, may go down resulting in a decrease in the value of client investments. Common stocks are susceptible to general stock market fluctuations and to volatile increases and decreases in value as market confidence in and perceptions of their issuers change. If you held common stock, or common stock equivalents, of any given issuer, you would generally be exposed to greater risk than if you held preferred stocks and debt obligations of the issuer. Small cap stocks may be subject to risks such as but not limited to volatility, lack of available information and liquidity due to low trading volume. International Equities, Emerging Markets: Foreign investments may carry risks associated with investing outside the United States, such as currency fluctuation, economic or financial instability, lack of timely or reliable financial information or unfavorable political or legal developments. Those risks are increased for investments in emerging markets. Foreign securities can be more volatile than domestic (U.S.) securities. Government, Municipal, Corporate, High Yield, International Bonds: Investments in fixed income are subject to various risks including changes in interest rates, credit quality, inflation risk, market valuations, prepayments, corporate events, tax ramifications and other factors. Investing in securities involves risk of loss. Further, depending on the different types of investments there may be varying degrees of risk.

8.5 Insurance, Annuities and other related calculations. RightCapital may include Life insurance, annuity or other products in the calculation. The return or returns of any such life insurance product, annuity or other product, as may be included in the calculation, are hypothetical and shall not be used as proxy, replacement for nor construed as actual performance of the product or to predict or project investment results of those products. Product fees, expenses and detailed features may not be completely included and modeled in the calculation. This report should not be construed as an insurance policy application or pre-qualification.

8.6 Fees and expenses: The portfolio returns assume that the portfolio is rebalanced on an annual basis to reflect the target allocation. No portfolio rebalancing costs are deducted from the

portfolio value. Fees and expenses are not included, and thus, are excluded, including, but not limited to, fund fees, account fees, product fees and advisor fee. Inclusion of those fees results in lower returns, which would affect the probability of achieving any particular outcome.

- 8.7 Taxes:** RightCapital includes limited accounting for taxes. RightCapital calculates taxes based on your input. RightCapital estimates federal, state and local taxes based on current laws with simplified deduction, exemption, and tax bracket parameters of the current year. In the projection, tax parameters are adjusted by an inflation assumption provided by you or your financial professional. Future tax laws may be significantly different than current tax laws and may result in higher or lower taxes due than what are reflected within this report. Roth IRA distribution are tax free if made 5 years after the initial contribution to the plan and you are over 59 1/2. Before investing in a 529 plan, consider whether your state offers a 529 plan that provides residents with favorable state tax benefits. RightCapital includes limited accounting for Federal Estate Tax with simplified deduction, exemption, and tax bracket parameters of the current year. RightCapital does not include any State Estate tax.
- 8.8 Current Dollars and Future Dollars:** The results of RightCapital calculations are in future dollars. To help you compare dollar amounts in different years, results can also be expressed in current dollars by discounting the future dollars by the inflation rate you or your financial professional provides.
- 8.9 Current allocation and target allocation:** Current allocation is the allocation based on the current portfolio holdings entered in the system as well as asset classification data from Morningstar. The target allocation is the allocation recommended by your financial professional.
- 8.10 Current plan and proposed plan:** Current plan is the plan based on the information you and your financial professional input in the profile section. Proposed plan is the plan recommended by your financial professional, with the plan details as shown in the retirement analysis section.
- 9. Liquidation of holdings:** this report may include liquidation of holdings, recommended by your financial professional. The transaction cost of liquidation is not included in the analysis. The liquidation will also result in the loss of future earnings.

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