

US Expat Pension Illustrative Example

	HOLDING IN OWN NAME US\$	HOLDING IN USEP US\$	GAIN WITH USEP US\$
ASSETS CONTRIBUTED TO USEP	2,000,000	2,000,000	0
ASSET GROWTH UNTIL DEATH (GROSS)	2,340,000	3,110,000	770,000
TAXES PAID	-680,000 on asset growth	-650,000 on drawings	30,000
WITHDRAWALS ENJOYED (NET)	-3,660,000	-3,660,000	0
ASSETS REMAINING FOR YOUR HEIRS	0	800,000	800,000

Assumptions include:

INITIAL ASSETS TRANSFERRED TO USEP	2,000,000	ANNUAL GROWTH RATE	5%
LUMP SUM TAKEN AT RETIREMENT	600,000	AVERAGE TAX RATE ON GROWTH	30%
ANNUAL RETIREMENT INCOME (NET OF TAX)	125,400	MIXED TAX RATE ON INVESTMENT GROWTH	28%
AGE AT DATE ASSETS PUT INTO USEP	50	INCOME TAX RATE IN RETIREMENT	28%
RETIREMENT AGE	60	ANNUITY TAX RATE ON RETIREMENT INCOME	20%
LIFE EXPECTANCY	80		

Warning!- The above example is provided for illustrative purposes only. It is by necessity based on simple assumptions and cannot represent, nor is it intended to represent, any real person or set of circumstances and should not be relied upon as a basis for taking any decisions.



Brought to you by,
Adrian Rowles Financial Advisor

US Expat Pension

Illustrative Example (detailed)

	HOLDING IN OWN NAME US\$	HOLDING IN USEP US\$	GAIN WITH USEP US\$
STARTING FUND VALUE	2,000,000	2,000,000	0
GROWTH TO RETIREMENT DATE - GROSS	1,310,000	1,420,000	110,000
TAX	-390,000	0	390,000
NET	920,000	1,420,000	500,000
FUND VALUE AT RETIREMENT	2,920,000	3,420,000	500,000
DURING RETIREMENT			
TAX FREE LUMP SUM	1,030,000	1,030,000	0
ANNUAL DRAWINGS FROM FUND - GROSS	2,630,000	3,280,000	650,000
TAX	0	-650,000	-650,000
NET	2,630,000	2,630,000	0
GROWTH DURING RETIREMENT - GROSS	1,030,000	1,690,000	660,000
TAX	-290,000	0	290,000
NET	740,000	1,690,000	950,000
BALANCE REMAINING ON DEATH	0	800,000	800,000

Assumptions include:

INITIAL ASSETS TRANSFERRED TO USEP	2,000,000	ANNUAL GROWTH RATE	5%
AGE AT DATE OF ASSET TFR TO STM PLAN	50	AVERAGE TAX RATE ON GROWTH	30%
RETIREMENT AGE	60	MIXED TAX RATE ON INV GROWTH	28%
LIFE EXPECTANCY	80	INCOME TAX RATE IN RETIREMENT	28%
LUMP SUM TAKEN AT RETIREMENT	600,000	EFFECTIVE ANNUITY TAX RATE FOR PENSION	20%
ANNUAL RETIREMENT INCOME (net of tax)	125,400		