

RBC Retirement Income Illustration



As you transition from working, owning a business or other possible income sources, there will come a time when you will need to determine how you will manage your cash flow needs during retirement. While every individual's and family's needs are truly unique, there are best-in-class solutions that can be used to develop a customized retirement income strategy.

An income plus growth strategy splits assets into an income portfolio and a growth portfolio. The income portion provides income needs from bond interest and return of principal, or from Single Premium Immediate Annuity payments. The growth portfolio is invested in fixed income and equities to provide potential protection against inflation and to help fund future income needs.

RBC Retirement Income Illustration is a model that can be tailored to fit your financial objectives, portfolio size and personal preferences. Most investors will need some percentage of fixed income and equity holdings in their portfolio to live comfortably during retirement. Depending on your lifestyle, projected longevity, health care needs and legacy plans, your financial advisor can help you adjust the percentages appropriately over time.

As an illustration, the following RBC Income Illustration solution was developed for a \$2 million household with a lifestyle that required an annual

income of \$100,000. With portfolio holdings that included 50% fixed income and 50% equities, this client was able to realize a portfolio that not only provided the income needed, but also preserved a portion of assets for charitable and family legacy purposes.

A variety of investments are available for each of these strategies, and they can be used in a variety of combinations to help you achieve your desired results.

Income

- Bond ladders
- Fixed annuities
- Certificates of deposit
- Structured products
- Single premium immediate annuity (SPIA)

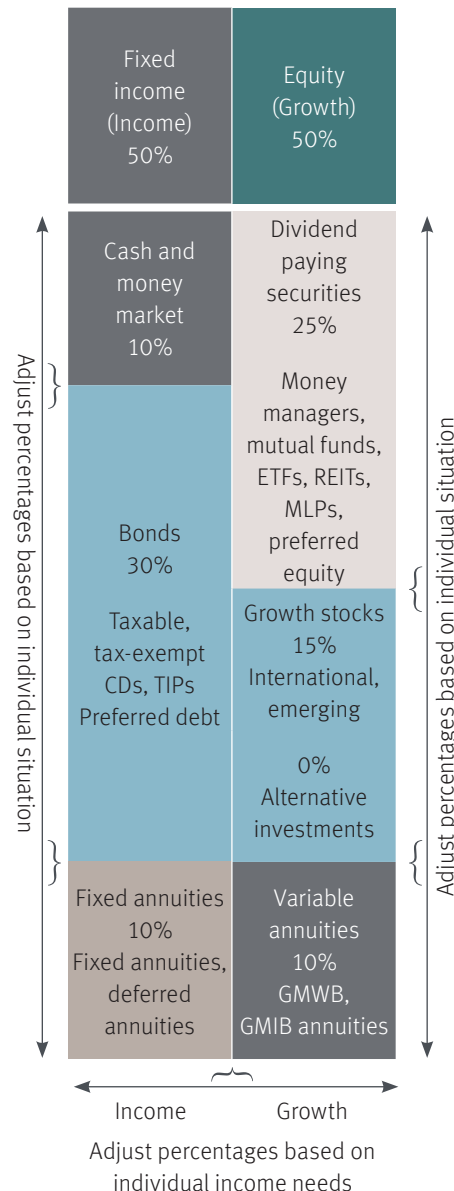
Growth

- Dividend-paying stocks
- Structured products
- Growth stocks

Annuities

- Deferred annuities
- Immediate annuities

Talk to your financial advisor about leveraging RBC Income Illustration to develop your custom retirement income strategy.



Investment and insurance products offered through RBC Wealth Management are not insured by the FDIC or any other federal government agency, are not deposits or other obligations of, or guaranteed by, a bank or any bank affiliate, and are subject to investment risks, including possible loss of the principal amount invested.

For illustration purposes only. Not intended to predict or guarantee actual results of any investment product or strategy. RBC Wealth Management does not provide tax or legal advice. All decisions regarding the tax or legal implications of your investments should be made in connection with your independent tax or legal advisor.