



Your Financial Legacy

*An Illustration to Help You
Preserve Your Wealth for Future Generations*

Prepared for:

Frederick Worker

and

Wanda Worker

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Disclosure Page

Important - Please Read

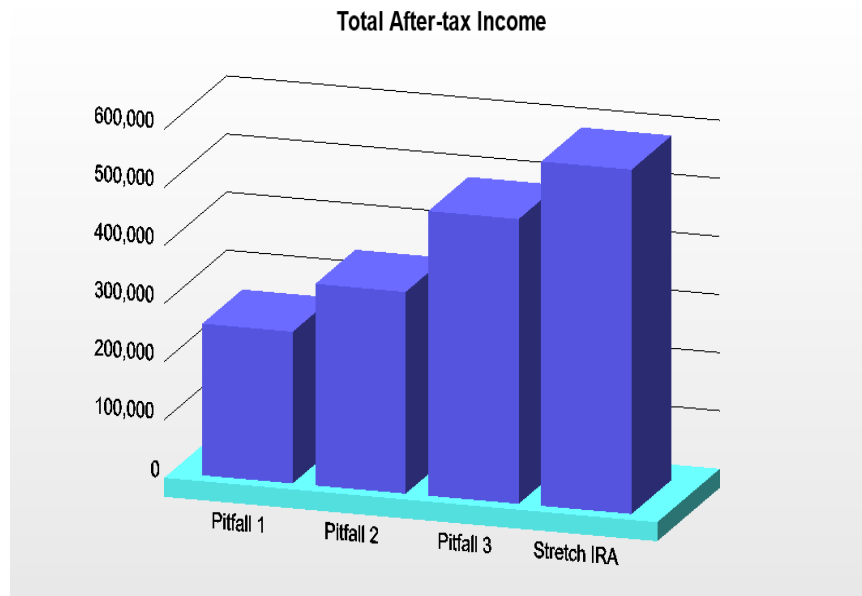
This analysis compares different options available to you. It provides only a broad, general and non-exhaustive guideline which may be helpful in shaping your thinking about your retirement planning. Nothing contained herein should be considered as a recommendation of any specific option, unless otherwise stated. The report and graphs are dependent upon the quality and accuracy of data furnished by you.

Any changes in, or inaccuracy of, the information you have provided to us may affect the information presented in this financial analysis. Calculations illustrating income tax concepts and deductions are estimates only and should not be relied upon in filing income tax returns or in making tax-related decisions. Tax laws, including tax rates, are amended from time to time and such amendments may affect the options and information presented in this illustration. Assumed asset growth rates and hypothetical investment returns are used at various places in this financial analysis. All assumed growth rates and investment returns are for illustration purposes only and are not intended to represent the actual future performance or growth of any specific investment or asset. All illustrations demonstrating investment growth assume a constant annual growth rate whereas actual rates may vary. All illustrations assume reinvestment of all earnings, but do not consider the effect of taxes or investment fees and expenses unless otherwise noted. Past performance is not indicative of future results and nothing contained herein should be construed as a guarantee of a particular result. This material is for estimating purposes only and must be monitored periodically.

Will You Leave Your Family a Legacy or a Tax Bill?

Your IRA's chief strength is the power of tax deferral. However, tax deferral can become a huge tax liability if your beneficiaries take a distribution after your death that causes the entire balance of your IRA to be taxed. Your beneficiaries may suffer adverse tax consequences if your IRA has an inflexible custodial agreement or if your beneficiaries do not follow the advice of an expert financial advisor who knows *exactly* what to do -- and what not to do -- with your IRA assets after you die. What follows illustrates a few examples of the many pitfalls into which your beneficiaries may fall without proper planning:

	Pitfall 1	Pitfall 2	Pitfall 3	Multi-Generational
Total Distributions to Spouse	\$400,185	\$182,101	\$182,101	\$182,101
Total Distributions to Next Generation Beneficiaries	\$0	\$305,017	\$498,368	\$640,973
Total Federal Income Taxes Paid	\$139,164	\$140,096	\$190,531	\$230,461
Total After-tax Income	\$261,020	\$347,022	\$489,938	\$592,613



Pitfall 1: Spouse takes lump sum distribution

Pitfall 2: Spouse takes RMD; Next generation beneficiaries take lump sum distribution

Pitfall 3: Spouse takes RMD; Next generation beneficiaries forced to take distributions based on the life expectancy of the oldest beneficiary

Benjamin Franklin's Financial Legacy



In 1790 Benjamin Franklin left \$4,000 jointly to the city of Philadelphia and the state of Pennsylvania. He left instructions that the money should be conservatively invested, but not withdrawn, until 200 years after his death.

In 1990 this fund had grown to \$1,500,000. The Pennsylvania State Legislature distributed the assets of the fund to several charitable foundations, including a scholarship fund for the students of Penn College. Because of his remarkable foresight and planning, Benjamin Franklin continues to benefit thousands of lives even though he has been dead for more than 200 years.

Franklin understood the interrelationship between time, money, and compound interest. His lump sum investment of a mere \$4,000 earned a modest 3.00% percent return, yet his money increased to \$1,500,000 -- 375 times the original value. Franklin knew that *time* would be the key element in maximizing the return on his investment, which is why he insisted that the money be allowed to accumulate for 200 years.

Purpose of this Illustration

The purpose of this illustration is to help you understand how to legally maximize the time your assets remain invested. The longer your account remains intact the more income it may produce. This illustration demonstrates that it is hypothetically possible to "stretch" your assets over 82 years and to produce income across several generations. **Based on the assumptions in this report, it is possible for the \$500,000 assets in your account to generate approximately \$1,214,445 in future income to you and your beneficiaries.** The maximum benefits of the "Multi-Generation Concept" distribution strategy are best realized by those who do not need the assets illustrated as their primary source of retirement income.

Assumptions for this Illustration

Current Value of IRA

\$500,000

Owner:

Frederick Worker

Date of Birth: June 5, 1952
Age on December 31, 2016: 64
Assumed Age at Death: 84
Hypothetical Annual Rate of Return 3.00%

Primary Beneficiary:

Wanda Worker (Spouse)

Date of Birth: April 5, 1956
Age on December 31, 2016: 60
Age at Frederick's Death: 80
Assumed Age at Death: 88
Inherits this Percentage: 100%
Hypothetical Annual Rate of Return 3.00%

Next Generation Beneficiaries:

John M. Worker

Date of Birth: January 1, 1987
Age at Wanda's Death: 57
Inherits this Percentage: 25%
Hypothetical Annual Rate of Return 3.00%

Jennifer W. Smith

Date of Birth: January 1, 1990
Age at Wanda's Death: 54
Inherits this Percentage: 25%
Hypothetical Annual Rate of Return 4.00%

Johnny M. Worker

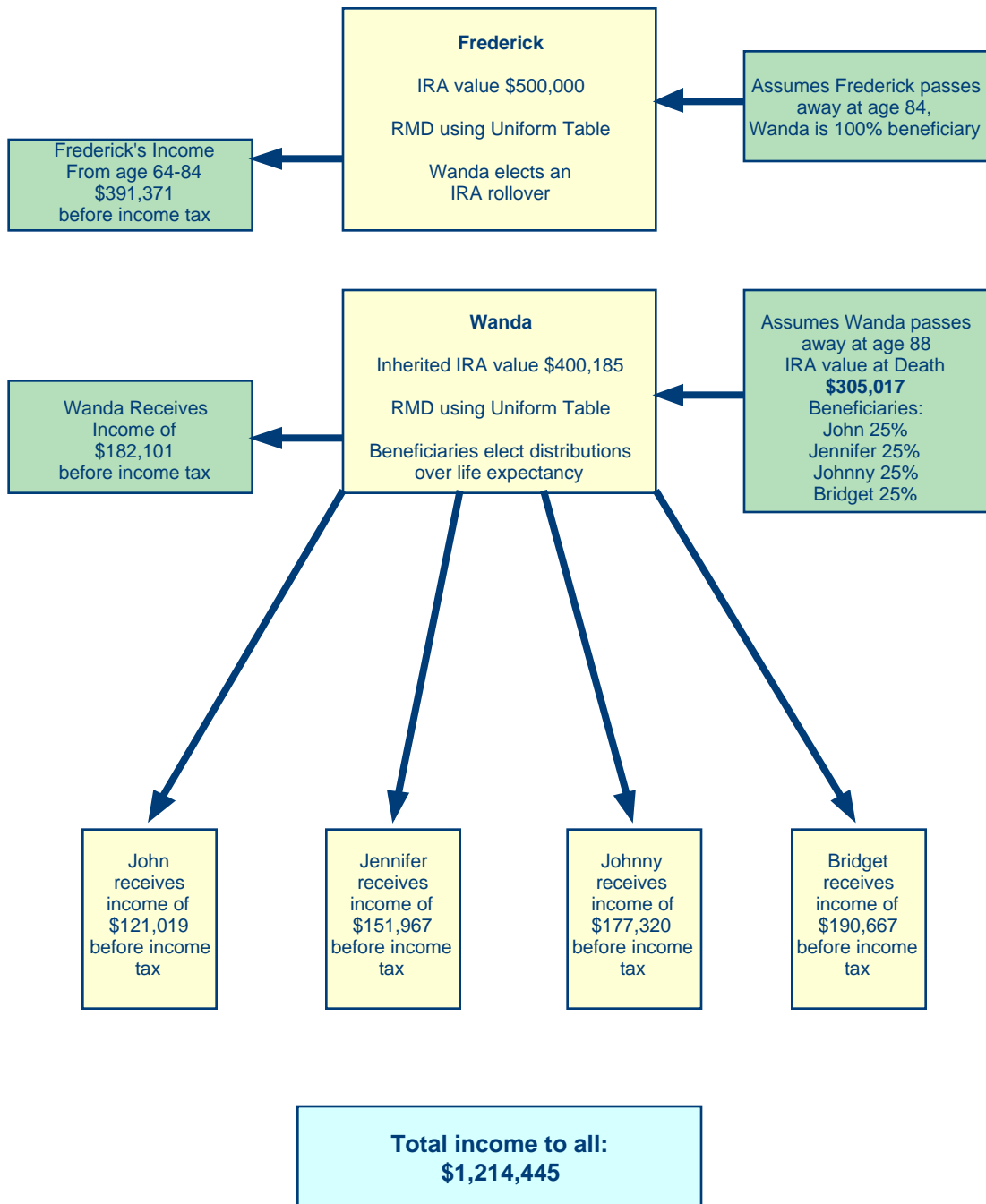
Date of Birth: January 1, 2010
Age at Wanda's Death: 34
Inherits this Percentage: 25%
Hypothetical Annual Rate of Return 3.00%

Bridget C. Smith

Date of Birth: January 1, 2014
Age at Wanda's Death: 30
Inherits this Percentage: 25%
Hypothetical Annual Rate of Return 3.00%

Illustrated rates of return are hypothetical and not guaranteed. Had this example used the 1.00% guaranteed interest rate, the illustrated values would be lower for the owner, spouse, and next generation beneficiaries. The product used to fund this Multi-Generation Concept is a Fixed Indexed Annuity.

Multi-Generation Concept Overview



Illustrated rates of return are hypothetical and not guaranteed. Had this example used the 1.00% guaranteed interest rate, the illustrated values would be lower for the owner, spouse, and next generation beneficiaries. The product used to fund this Multi-Generation Concept is a Fixed Indexed Annuity.

Frederick Worker

Beginning Account Balance December 31, 2015

\$500,000

<u>End of Year</u>	<u>Age</u>	<u>Spouse Age</u>	<u>Life Expectancy</u>	<u>Deposits</u>	<u>Interest Earnings</u>	(3)	<u>Elective Withdrawals</u>	<u>Account Balance</u>
						<u>Required Minimum Distributions</u>		
2016	64	60		0	15,000	0	0	515,000
2017	65	61		0	15,450	0	0	530,450
2018	66	62		0	15,914	0	20,000	526,364
2019	67	63		0	15,791	0	20,000	522,154
2020	68	64		0	15,665	0	20,000	517,819
2021	69	65		0	15,535	0	20,000	513,354
2022	70	66	27.4	0	15,401	18,736	1,264	508,754
2023	71	67	26.5	0	15,263	19,198	802	504,017
2024	72	68	25.6	0	15,121	19,688	312	499,137
2025	73	69	24.7	0	14,974	20,208	0	493,903
2026	74	70	23.8	0	14,817	20,752	0	487,968
2027	75	71	22.9	0	14,639	21,309	0	481,299
2028	76	72	22.0	0	14,439	21,877	0	473,860
2029	77	73	21.2	0	14,216	22,352	0	465,724
2030	78	74	20.3	0	13,972	22,942	0	456,754
2031	79	75	19.5	0	13,703	23,423	0	447,033
2032	80	76	18.7	0	13,411	23,906	0	436,539
2033	81	77	17.9	0	13,096	24,388	0	425,247
2034	82	78	17.1	0	12,757	24,868	0	413,136
2035	83	79	16.3	0	12,394	25,346	0	400,185

At Frederick's death Wanda completes an IRA rollover. Total distributions during Frederick's lifetime are \$391,371.

(1) Frederick takes distributions at age 70 and calculated life expectancy using the Uniform Lifetime Table. Wanda is named beneficiary.

(2) Reflects assumed hypothetical annual rate of return of 3.00%.

(3) Distributions are based on the prior year's December 31 value. The initial distribution in this example is using the value of \$500,000 as of December 31, 2015.

Wanda Worker

Inherited Account Balance \$400,185

End of Year	Spouse Age	(1)	(2)	(3)	Elective Withdrawals	Account Balance
		Life Expectancy	Interest Earnings	Required Minimum Distributions		
2036	80	18.7	12,006	21,400	0	390,790
2037	81	17.9	11,724	21,832	0	380,682
2038	82	17.1	11,420	22,262	0	369,840
2039	83	16.3	11,095	22,690	0	358,246
2040	84	15.5	10,747	23,113	0	345,881
2041	85	14.8	10,376	23,370	0	332,887
2042	86	14.1	9,987	23,609	0	319,264
2043	87	13.4	9,578	23,826	0	305,017

Total distributions during Wanda's lifetime are \$182,101. At Wanda's death, the IRA is distributed to the named beneficiaries.

(1) Wanda takes distributions at age 80 and calculated life expectancy using the Uniform Lifetime Table.

(2) Reflects assumed hypothetical annual rate of return of 3.00%.

(3) Required Minimum Distributions are based on the prior year's December 31 value and the Uniform Lifetime Table.

Extending Your Legacy

You receive your Required Minimum Distributions on your IRA until the time of your death based on the Uniform Lifetime Table. At your death, Wanda rolls over the remaining IRA balance and names new beneficiaries for her IRA. With Wanda now the current IRA owner, Required Minimum Distributions are based on the Uniform Lifetime Table. At Wanda's death, her beneficiaries receive their percentage of the IRA and must take Required Minimum Distributions based on the single life expectancy table.

If Wanda'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 next generation beneficiaries could be greatly reduced.

Illustrated rates of return are hypothetical and not guaranteed. Had this example used the 1.00% guaranteed interest rate, the illustrated values would be lower for the owner, spouse, and next generation beneficiaries. The product used to fund this Multi-Generation Concept is a Fixed Indexed Annuity.

John M. Worker

Inherited Account Balance \$76,254

<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>
2044	57	27.9	2,733	75,809	2058	71	13.9	4,221	56,212
2045	58	26.9	2,818	75,265	2059	72	12.9	4,357	53,540
2046	59	25.9	2,906	74,617	2060	73	11.9	4,499	50,647
2047	60	24.9	2,997	73,859	2061	74	10.9	4,647	47,520
2048	61	23.9	3,090	72,984	2062	75	9.9	4,800	44,146
2049	62	22.9	3,187	71,986	2063	76	8.9	4,960	40,510
2050	63	21.9	3,287	70,859	2064	77	7.9	5,128	36,598
2051	64	20.9	3,390	69,594	2065	78	6.9	5,304	32,391
2052	65	19.9	3,497	68,185	2066	79	5.9	5,490	27,873
2053	66	18.9	3,608	66,623	2067	80	4.9	5,688	23,021
2054	67	17.9	3,722	64,900	2068	81	3.9	5,903	17,809
2055	68	16.9	3,840	63,006	2069	82	2.9	6,141	12,202
2056	69	15.9	3,963	60,934	2070	83	1.9	6,422	6,146
2057	70	14.9	4,090	58,672	2071	84	0.9	6,330	0

Total distributions received during John's lifetime are \$121,019

- (1) Calculated on December 31st 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 3.00%.

Illustrated rates of return are hypothetical and not guaranteed. Had this example used the 1.00% guaranteed interest rate, the illustrated values would be lower for the owner, spouse, and next generation beneficiaries. The product used to fund this Multi-Generation Concept is a Fixed Indexed Annuity.

Jennifer W. Smith

Inherited Account Balance \$76,254

<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>
2044	54	30.5	2,500	76,804	2060	70	14.5	4,822	67,891
2045	55	29.5	2,604	77,273	2061	71	13.5	5,029	65,578
2046	56	28.5	2,711	77,652	2062	72	12.5	5,246	62,955
2047	57	27.5	2,824	77,935	2063	73	11.5	5,474	59,999
2048	58	26.5	2,941	78,111	2064	74	10.5	5,714	56,685
2049	59	25.5	3,063	78,172	2065	75	9.5	5,967	52,985
2050	60	24.5	3,191	78,109	2066	76	8.5	6,234	48,871
2051	61	23.5	3,324	77,909	2067	77	7.5	6,516	44,310
2052	62	22.5	3,463	77,563	2068	78	6.5	6,817	39,265
2053	63	21.5	3,608	77,058	2069	79	5.5	7,139	33,697
2054	64	20.5	3,759	76,381	2070	80	4.5	7,488	27,556
2055	65	19.5	3,917	75,520	2071	81	3.5	7,873	20,785
2056	66	18.5	4,082	74,458	2072	82	2.5	8,314	13,303
2057	67	17.5	4,255	73,182	2073	83	1.5	8,868	4,966
2058	68	16.5	4,435	71,674	2074	84	0.5	5,165	0
2059	69	15.5	4,624	69,917					

Total distributions received during Jennifer's lifetime are \$151,967

- (1) Calculated on December 31st 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 4.00%.

Illustrated rates of return are hypothetical and not guaranteed. Had this example used the 1.00% guaranteed interest rate, the illustrated values would be lower for the owner, spouse, and next generation beneficiaries. The product used to fund this Multi-Generation Concept is a Fixed Indexed Annuity.

Johnny M. Worker

Inherited Account Balance \$76,254

<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>
2044	34	49.4	1,544	76,998	2069	59	24.4	3,300	79,636
2045	35	48.4	1,591	77,717	2070	60	23.4	3,403	78,622
2046	36	47.4	1,640	78,409	2071	61	22.4	3,510	77,471
2047	37	46.4	1,690	79,072	2072	62	21.4	3,620	76,175
2048	38	45.4	1,742	79,702	2073	63	20.4	3,734	74,726
2049	39	44.4	1,795	80,298	2074	64	19.4	3,852	73,116
2050	40	43.4	1,850	80,857	2075	65	18.4	3,974	71,336
2051	41	42.4	1,907	81,375	2076	66	17.4	4,100	69,376
2052	42	41.4	1,966	81,851	2077	67	16.4	4,230	67,227
2053	43	40.4	2,026	82,281	2078	68	15.4	4,365	64,879
2054	44	39.4	2,088	82,661	2079	69	14.4	4,505	62,319
2055	45	38.4	2,153	82,988	2080	70	13.4	4,651	59,538
2056	46	37.4	2,219	83,259	2081	71	12.4	4,801	56,523
2057	47	36.4	2,287	83,469	2082	72	11.4	4,958	53,261
2058	48	35.4	2,358	83,615	2083	73	10.4	5,121	49,737
2059	49	34.4	2,431	83,693	2084	74	9.4	5,291	45,938
2060	50	33.4	2,506	83,698	2085	75	8.4	5,469	41,847
2061	51	32.4	2,583	83,626	2086	76	7.4	5,655	37,448
2062	52	31.4	2,663	83,471	2087	77	6.4	5,851	32,720
2063	53	30.4	2,746	83,230	2088	78	5.4	6,059	27,642
2064	54	29.4	2,831	82,896	2089	79	4.4	6,282	22,189
2065	55	28.4	2,919	82,464	2090	80	3.4	6,526	16,329
2066	56	27.4	3,010	81,928	2091	81	2.4	6,804	10,015
2067	57	26.4	3,103	81,282	2092	82	1.4	7,154	3,162
2068	58	25.4	3,200	80,521	2093	83	0.4	3,257	0

Total distributions received during Johnny's lifetime are \$177,320

- (1) Calculated on December 31st 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 3.00%.

Illustrated rates of return are hypothetical and not guaranteed. Had this example used the 1.00% guaranteed interest rate, the illustrated values would be lower for the owner, spouse, and next generation beneficiaries. The product used to fund this Multi-Generation Concept is a Fixed Indexed Annuity.

Bridget C. Smith

Inherited Account Balance \$76,254

<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>
2044	30	53.3	1,431	77,111	2071	57	26.3	3,245	84,655
2045	31	52.3	1,474	77,950	2072	58	25.3	3,346	83,849
2046	32	51.3	1,519	78,769	2073	59	24.3	3,451	82,914
2047	33	50.3	1,566	79,566	2074	60	23.3	3,559	81,842
2048	34	49.3	1,614	80,339	2075	61	22.3	3,670	80,628
2049	35	48.3	1,663	81,086	2076	62	21.3	3,785	79,261
2050	36	47.3	1,714	81,804	2077	63	20.3	3,904	77,735
2051	37	46.3	1,767	82,492	2078	64	19.3	4,028	76,039
2052	38	45.3	1,821	83,145	2079	65	18.3	4,155	74,165
2053	39	44.3	1,877	83,763	2080	66	17.3	4,287	72,103
2054	40	43.3	1,934	84,341	2081	67	16.3	4,423	69,842
2055	41	42.3	1,994	84,878	2082	68	15.3	4,565	67,373
2056	42	41.3	2,055	85,369	2083	69	14.3	4,711	64,683
2057	43	40.3	2,118	85,812	2084	70	13.3	4,863	61,760
2058	44	39.3	2,184	86,202	2085	71	12.3	5,021	58,591
2059	45	38.3	2,251	86,538	2086	72	11.3	5,185	55,164
2060	46	37.3	2,320	86,814	2087	73	10.3	5,356	51,463
2061	47	36.3	2,392	87,027	2088	74	9.3	5,534	47,474
2062	48	35.3	2,465	87,172	2089	75	8.3	5,720	43,178
2063	49	34.3	2,541	87,246	2090	76	7.3	5,915	38,559
2064	50	33.3	2,620	87,243	2091	77	6.3	6,120	33,595
2065	51	32.3	2,701	87,159	2092	78	5.3	6,339	28,264
2066	52	31.3	2,785	86,990	2093	79	4.3	6,573	22,539
2067	53	30.3	2,871	86,728	2094	80	3.3	6,830	16,385
2068	54	29.3	2,960	86,370	2095	81	2.3	7,124	9,753
2069	55	28.3	3,052	85,909	2096	82	1.3	7,502	2,543
2070	56	27.3	3,147	85,340	2097	83	0.3	2,620	0

Total distributions received during Bridget's lifetime are \$190,667

- (1) Calculated on December 31st 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 3.00%.

Illustrated rates of return are hypothetical and not guaranteed. Had this example used the 1.00% guaranteed interest rate, the illustrated values would be lower for the owner, spouse, and next generation beneficiaries. The product used to fund this Multi-Generation Concept is a Fixed Indexed Annuity.

Legacy or Tax Bill?

The following compares the after-tax effect if the next generation beneficiaries take the IRA inheritance in a lump sum or spread the distributions over their lifetime using the Multi-Generation Strategy.

John M. Worker at Assumed Age 57

Lump Sum Distribution \$76,254	RMD \$76,254
$ \begin{array}{r} \$76,254 \\ -\$22,277 \quad (31.00\% \text{ top} \\ \hline \$53,977 \quad \text{tax bracket}) \end{array} $	spreads income over 28 years Total after-tax distributions: \$87,134 Total taxes paid: * \$33,885 (28 years) (28.00% median tax bracket)

Jennifer W. Smith at Assumed Age 54

Lump Sum Distribution \$76,254	RMD \$76,254
$ \begin{array}{r} \$76,254 \\ -\$22,277 \quad (31.00\% \text{ top} \\ \hline \$53,977 \quad \text{tax bracket}) \end{array} $	spreads income over 31 years Total after-tax distributions: \$109,416 Total taxes paid: * \$42,551 (31 years) (28.00% median tax bracket)

Legacy or Tax Bill?

Johnny M. Worker at Assumed Age 34

Lump Sum Distribution
\$76,254

\$76,254
-\$22,277 (31.00% top
\$53,977 tax bracket)

RMD
\$76,254

spreads income
over 50 years

Total after-tax
distributions:
\$127,670

Total taxes paid: *
\$49,649 (50 years)
(28.00% median tax bracket)

Bridget C. Smith at Assumed Age 30

Lump Sum Distribution
\$76,254

\$76,254
-\$22,277 (31.00% top
\$53,977 tax bracket)

RMD
\$76,254

spreads income
over 54 years

Total after-tax
distributions:
\$137,280

Total taxes paid: *
\$53,387 (54 years)
(28.00% median tax bracket)

Tax Calculation Assumptions

All income tax calculations assume each individual has a taxable income of \$50,000 each year and pays taxes based on 2016 income tax tables for a Single filer. Annual distributions are then added to the Gross Income and income taxes are recomputed. This method results in a reasonable approximation of the actual income tax effect of receiving distributions. Tax rates are subject to change and may differ from this analysis. State income taxes are not included in this example.

Illustrated rates of return are hypothetical and not guaranteed. Had this example used the 1.00% guaranteed interest rate, the illustrated values would be lower for the owner, spouse, and next generation beneficiaries. The product used to fund this Stretch Concept is a Fixed Indexed Annuity.

* Under the RMD distribution method, your RMD should increase as your life expectancy decreases. As a result, your Taxable Income may also increase over time. "Total taxes paid" reflects the total federal taxes you would pay based on the above assumptions. The "median tax rate" is added to the chart to help you compare federal income taxation of this method with the lump sum distribution option. Actual tax rates will differ from this median.

Illustration Assumptions and Considerations

Required Minimum Distributions

Beginning with age 70 1/2, you are required by law to withdraw a certain minimum amount from your IRA each year. This illustration assumes that you take at least the Required Minimum Distribution at the end of each year. After your death your beneficiaries are also required to withdraw a minimum amount from their inherited IRA. This illustration assumes that your beneficiaries withdraw only the minimum amount each year.

Survivor Income Options

Many retirement plan trustees or custodians limit the beneficiary's distribution period from one to five years. We *strongly* recommend that you read your plan document *carefully* to ensure that your beneficiaries will have the option to receive required minimum distributions over their lifetime, as demonstrated in this report. Your beneficiary's ability to receive income over their lifetime is essential to generate the most income from your retirement plan. Also, your heirs may face dramatic income tax consequences if they are forced to receive the proceeds of your retirement plan in a lump sum.

Assumed Growth Rate

Illustrated rates of return are hypothetical and not guaranteed. Had this example used the 1.00% guaranteed interest rate, the total distributions would be lower for the owner, spouse, and next generation beneficiaries. The product used to fund this Multi-Generation Concept is a Fixed Indexed Annuity.

Time Duration

This "Multi-Generation IRA" illustration spans 82 years with assets being distributed over several generations. Some of the assumptions in this illustration may change during this timeframe that may affect the total distributions received by you and your beneficiaries. For example, lower or higher rates of return than those illustrated, distributions higher than the RMD, tax law changes, and changing beneficiaries are events that may impact the assumptions of this illustration.

Potential Tax Law Changes

This illustration is based on current tax laws, which are subject to change, possibly making the "Multi-Generation IRA" distribution strategy obsolete in the future. Neither ImagiSOFT, Inc. nor its agents or employees provide tax, legal, financial, or accounting advice. You should consult with your attorney or qualified tax advisor regarding these matters.

Beneficiary Changes

The plan owner may add, delete, or change beneficiaries at any time. Changing beneficiaries will impact the assumptions and future distributions shown in this illustration.

Consider Inflation

This illustration does not take into account that inflation may erode the purchasing power of the future dollars shown.

Possible Estate Taxes

Traditional IRA assets are part of your estate when you die. Estates of decedents who die during 2015 have a basic exclusion amount of \$5,430,000. Under current law, this amount is adjusted each year for inflation. Federal or state estate taxes, if paid from the IRA assets, will dramatically reduce the illustrated income paid to future beneficiaries. Please consult with your qualified tax professional to determine whether you may have an estate tax liability which could be detrimental to your "Multi-Generation IRA" distribution plan.