

CLIENT 1

Age: 37 years old
Annual Income: \$80,000
Married to Client 2

CLIENT 2

Age: 36 years old
Annual Income: 100,000

GOALS

1. Retire at age 55 and spend \$4,000 per month after tax (in current dollars)
2. Feel confident spending the money leftover each month after all expenses and automatic investment contributions have been made.

ASSUMPTIONS

Inflation: 2.1%
Annualized Rate of Return on Investment Assets: 5%
CPP: 100%
OAS: 100%
Retirement Age: 55 for both clients
Life Expectancy: Age 98 for both clients
Planned retirement expenses: \$4,000 per month after tax (current dollars)

ASSETS

- Principal Residence: \$400,000

- *Client 1*

TFSA –

- Balance: \$20,000
- Automatic Monthly Contribution: \$450

Defined Contribution Pension Plan

- Balance \$88,000
- Automatic Monthly Contribution (employer contributes 50%): \$650

- *Client 2*

TFSA

- Balance: \$0
- Automatic Monthly Contribution: \$250

Defined Benefit Pension Plan

- Projected Monthly Benefit at 55: \$3,000
- 60% Survivor Benefit for Client 1

RRSP

- Balance: \$30,000

LIABILITIES

- Mortgage: \$220,000

- Amortization: 15 years
- Rate: 2.8%
- Term: 3 year fixed
- Monthly Payment: \$1,498
- Compound Frequency: semi annually