

Working with the retirement goal category

Calculating the level of retirement income

When the **Additional Savings** option is selected (as shown below), NaviPlan Standard automatically calculates the additional savings needed to meet a specified goal.

New Plan (2004) Settings

Retirement | Education | Major Purchase

Select one of the radio buttons on the left to control which field the program should calculate automatically.

Desired Annual Income (after tax) \$40,000 Indexed by Inflation + 0.00% = 3.00%

Additional Savings Details Monthly Savings \$5,687 RRSP Maximizer Indexed by Inflation

Joint Non-Registered

Matthew to an RRSP

Matthew to a Spousal RRSP

Don't Calculate

Retirement Age (Age / Start of Year) Matthew: 65 / 2034 Lisa: 65 / 2037

Life Expectancy (Age / End of Year) Matthew: 90 / 2059 Lisa: 90 / 2062

Desired Estate (after tax) \$0 Indexed by Inflation + 0.00% = 3.00% Future value in 2062 \$0

Current Value of linked assets After Tax: \$0
 Future Value of linked assets in 2034 After Tax without Additional Savings: \$0

Return Rates... Explain...

AA Registered... AA Non-Registered...

<< Back Next >> Cancel OK

However, if you would like NaviPlan Standard to calculate the retirement income level that can be supported with currently linked assets and savings plans, clear the dollar amount displayed in the **Desired Annual Income (after tax)** field.

New Plan (2004) Settings

Retirement | Education | Major Purchase

Select one of the radio buttons on the left to control which field the program should calculate automatically.

Desired Annual Income (after tax) Indexed by Inflation + 0.00% = 3.00%

Additional Savings Details Monthly Savings \$5,687 RRSP Maximizer Indexed by Inflation

Joint Non-Registered

Matthew to an RRSP

Matthew to a Spousal RRSP

Don't Calculate

Retirement Age (Age / Start of Year) Matthew: 65 / 2034 Lisa: 65 / 2037

Life Expectancy (Age / End of Year) Matthew: 90 / 2059 Lisa: 90 / 2062

Desired Estate (after tax) \$0 Indexed by Inflation + 0.00% = 3.00% Future value in 2062 \$0

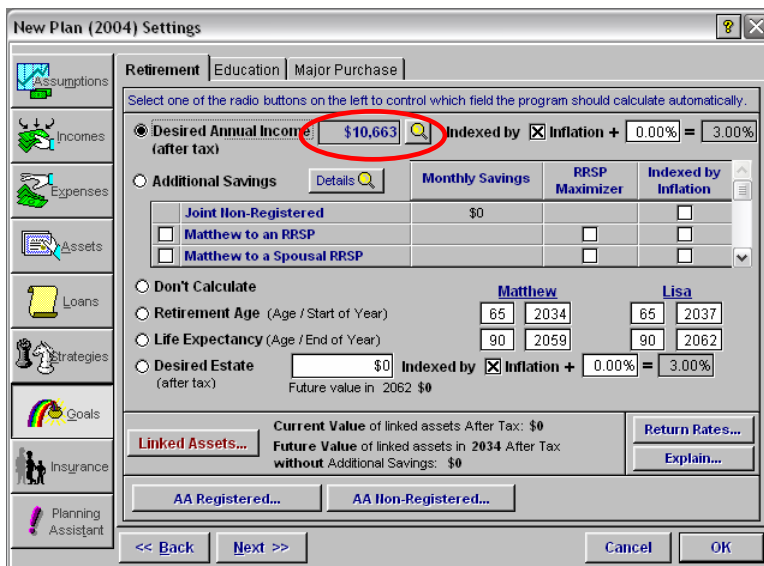
Current Value of linked assets After Tax: \$0
 Future Value of linked assets in 2034 After Tax without Additional Savings: \$0

Return Rates... Explain...

AA Registered... AA Non-Registered...

<< Back Next >> Cancel OK

Once the field is cleared, select the **Desired Annual Income (after tax)** option to calculate the level of retirement income supported by currently linked assets and savings plans.



NaviPlan Standard calculates the after-tax income that can be supported throughout the retirement period. This amount is based on the linked assets and savings strategies currently defined in the plan. The income is automatically re-calculated when the starting date or the value of a linked asset or savings strategy is changed or created within the plan.

When you select the *Desired Annual Income (after tax)* option, the colour of the income amount changes to bold blue and is inaccessible. NaviPlan Standard calculates the future value of assets linked to the retirement goal and determines the maximum annual income after tax that can be supported throughout the retirement period.