

Cost of Delay Payment Report for Sam Sample

Report produced January 24, 2003

Hypothetical cash flows over time at 8.00%

Year	Start Now				Start 2 Years from Now				Cost of Delay
	Starting Balance	Amounts Paid In	Interest	Closing Balance	Opening Balance	Amounts Paid In	Interest	Closing Balance	
1	0.00	6,000.00	256.94	6,256.94	0.00	0.00	0.00	0.00	6,256.94
2	6,256.94	6,000.00	757.50	13,014.44	0.00	0.00	0.00	0.00	13,014.44
3	13,014.44	6,000.00	1,298.10	20,312.54	0.00	6,000.00	256.94	6,256.94	14,055.60
4	20,312.54	6,000.00	1,881.95	28,194.49	6,256.94	6,000.00	757.50	13,014.44	15,180.05
5	28,194.49	6,000.00	2,512.50	36,706.99	13,014.44	6,000.00	1,298.10	20,312.54	16,394.45
6	36,706.99	6,000.00	3,193.50	45,900.49	20,312.54	6,000.00	1,881.95	28,194.49	17,706.00
7	45,900.49	6,000.00	3,928.98	55,829.47	28,194.49	6,000.00	2,512.50	36,706.99	19,122.48
8	55,829.47	6,000.00	4,723.30	66,552.78	36,706.99	6,000.00	3,193.50	45,900.49	20,652.28
9	66,552.78	6,000.00	5,581.17	78,133.94	45,900.49	6,000.00	3,928.98	55,829.47	22,304.47
10	78,133.94	6,000.00	6,507.66	90,641.60	55,829.47	6,000.00	4,723.30	66,552.78	24,088.82
11	90,641.60	6,000.00	7,508.27	104,149.87	66,552.78	6,000.00	5,581.17	78,133.94	26,015.93
12	104,149.87	6,000.00	8,588.93	118,738.80	78,133.94	6,000.00	6,507.66	90,641.60	28,097.20
13	118,738.80	6,000.00	9,756.05	134,494.85	90,641.60	6,000.00	7,508.27	104,149.87	30,344.98
14	134,494.85	6,000.00	11,016.53	151,511.38	104,149.87	6,000.00	8,588.93	118,738.80	32,772.58
15	151,511.38	6,000.00	12,377.85	169,889.24	118,738.80	6,000.00	9,756.05	134,494.85	35,394.39

This report illustrates how a balance and a specified set of cash flows would change over time, assuming a hypothetical fixed rate of return of 8.00%. To the extent that this illustration represents intended investment patterns, it is important to understand that investment performance will almost certainly differ from the level rate of return illustrated here. Furthermore, even if the average investment performance matched that illustrated, but the annual performance fluctuated from year to year, you would get results different from those illustrated.

This illustration, therefore, is not intended to predict future results, or to represent the future performance of any financial product.

The illustration assumes that no lump sum is deposited into this fund. A regular periodic payment of \$500.00 is made 12 times a year for 15 years. All payments are assumed to occur at the beginning of each period specified (e.g., a monthly payment is assumed to occur on the 1st of each month).

Under the alternative scenario (illustrated at the right), all periodic payments are delayed for 2 years.

No tax effects are illustrated, but this does not mean that no tax effects would occur. Consult your tax adviser concerning the probable tax consequences of contributing funds into and withdrawing funds from any specific plan or product that you are contemplating.