



# How Bad Can a Bad Market Be for Retirement?

## HOW MUCH LOSS CAN PLANS HANDLE DURING DISRIBUTION YEARS?

While planning for retirement, many focus on the accumulation phase and fail to acknowledge how a negative market can impact them during the distribution phase.

### PAUL - RETIRED IN 1990 WITH \$500K



YEAR	RETURN	WD	BALANCE
1990	<b>-4.34 %</b>	\$ 30k	\$ 449,602
1991	20.32 %	\$ 30k	\$ 504,685
1992	4.17 %	\$ 30k	\$ 494,667
1993	13.72 %	\$ 30k	\$ 528,419
1994	2.14 %	\$ 30k	\$ 509,085
1995	33.45 %	\$ 30k	\$ 639,340
1996	26.01 %	\$ 30k	\$ 767,829
1997	22.64 %	\$ 30k	\$ 904,873
1998	16.10 %	\$ 30k	\$ 1,015,728
1999	25.22 %	\$ 30k	<b>\$ 1,234,328</b>

### BILL - RETIRED IN 2000 WITH \$500K



YEAR	RETURN	WD	BALANCE
2000	<b>-6.18 %</b>	\$ 30k	\$ 440,954
2001	<b>-7.10 %</b>	\$ 30k	\$ 381,776
2002	<b>-16.76 %</b>	\$ 30k	\$ 292,819
2003	25.32 %	\$ 30k	\$ 308,794
2004	3.15 %	\$ 30k	\$ 329,364
2005	<b>-0.61 %</b>	\$ 30k	\$ 277,094
2006	16.29 %	\$ 30k	\$ 278,345
2007	6.43 %	\$ 30k	\$ 273,892
2008	<b>-33.84 %</b>	\$ 30k	\$ 161,359
2009	18.82 %	\$ 30k	<b>\$ 156,081</b>

Paul got lucky. If Bill repositioned a portion of his retirement assets into a tax-free or tax-deferred program, he would have been able to take distributions from a different income source without having to deplete his accounts that were tied directly to the market.

**For More Creative Retirement Strategies, Visit [www.ufc.bz](http://www.ufc.bz) or  
Call: 800-661-6596**

