

IRA Arbitrage for Tax Free Inheritance

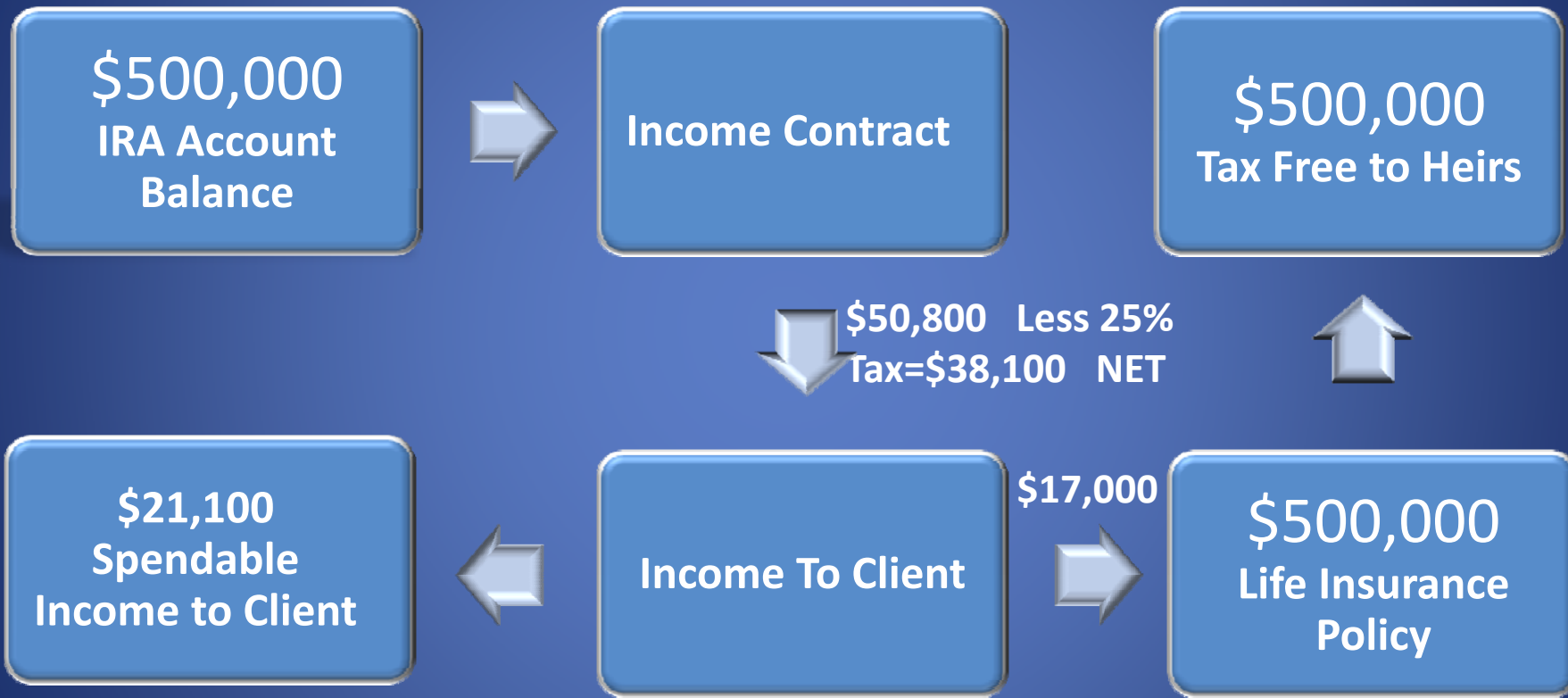
**TAXES DUE ON IRA'S OR OTHER
RETIREMENT PLANS BASED ON THE
PRESENTLY SCHEDULED ESTATE TAX
RATE OF ESTATES OVER \$3.5 MILLION***

Estate Tax	45%
IRD Tax	19%

***Currently repealed, pending legislation.**

Client Goals

- **Tax Advantage Income**
- **Maximize Inheritance For Heirs**
- **Reduce Taxes Paid**



The Results

	SUMMARY
Assumed Account Balance	\$500,000
Net Income After Taxes	\$38,100
Insurance Premium	\$17,000
Spendable Income	\$21,100
Taxable Equivalent Yield on Spendable Income	5.63%
Tax Advantage Inheritance to Heirs?	YES
Size of Inheritance	\$500,000

Assumptions: 70 Year Old Male, Estate Tax Rate: 45%

IRD Tax Rate: 19%, Assumed Income Tax Rate: 25%