

My niece is age 43

Has ~ \$300,000; basically all in Traditional IRA

All invested in two stock index funds

What will she have at age 65?

Stocks ~double in real spending power every 10 years

at average long-term return rate of 7.1% per year

20 years is two doublings = $4X$ = **\$1.2 million**

(I'll ignore the two years between 63 and 65, which isn't peanuts.)

She contributes and employer contributes

about \$8,000 per year. I assume no real pay or

contribution increases in the next 20 years.

FV = (rounded) **\$330,000**

Sum at age 65 **\$1,530,000**

This amount grows by 15% at age 73 at mix of 75% S and 25% B

and 3.7% SSR% withdrawal is less than expected return

rate of 5.9% (Mix of 75% S and 25% B)

Amount at age 73 **\$1,759,500**