



# VISION WEST & WALES

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Independent Financial Planners

## Early Retirement Illustration

for

### Example Client

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Vision West and Wales

## Introduction

The following report contains an Early Retirement forecast. This takes the forecasted values of both your immediate and deferred incomes in order to illustrate how each option will affect your finances over the next 40 years. This report will help illustrate the differences between taking the money now and deferring it, in order to decide which is the best in your individual circumstances.

All figures displayed are in today's terms.

## Overview

Forecasts included:

- NHS retire 3 years early - BEFORE tax
- NHS retire 3 years early - AFTER tax



Forecast: NHS retire 3 years early - BEFORE tax

Assumed Inflation Rate:  
**2%**

Years Deferred:  
**3**

Deferred Income:  
**£62000**

Immediate Income:  
**£53000**



Forecast: NHS retire 3 years early - BEFORE tax

Assumed Inflation Rate:  
**2%**

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Deferred Income:  
**£62000**

Immediate Income:  
**£53000**



Immediate Income: **£53000**      Deferred Income: **£62000**      Years Deferred: **3**      Assumed Inflation Rate: **2%**

Year by year breakdown (NHS retire 3 years early - BEFORE tax)

Year	Age	Immediate Income	Deferred Income	Cumulative Immediate Income	Cumulative Deferred Income
1	55	£53,000.00	£0.00	£53,000.00	£0.00
2	56	£54,060.00	£0.00	£107,060.00	£0.00
3	57	£55,141.20	£0.00	£162,201.20	£0.00
4	58	£56,244.02	£62,000.00	£218,445.22	£62,000.00
5	59	£57,368.90	£63,240.00	£275,814.13	£125,240.00
6	60	£58,516.28	£64,504.80	£334,330.41	£189,744.80
7	61	£59,686.61	£65,794.90	£394,017.02	£255,539.70
8	62	£60,880.34	£67,110.79	£454,897.36	£322,650.49
9	63	£62,097.95	£68,453.01	£516,995.31	£391,103.50
10	64	£63,339.91	£69,822.07	£580,335.21	£460,925.57
11	65	£64,606.70	£71,218.51	£644,941.92	£532,144.08
12	66	£65,898.84	£72,642.88	£710,840.76	£604,786.96
13	67	£67,216.82	£74,095.74	£778,057.57	£678,882.70
14	68	£68,561.15	£75,577.65	£846,618.72	£754,460.36
15	69	£69,932.37	£77,089.21	£916,551.10	£831,549.56
16	70	£71,331.02	£78,630.99	£987,882.12	£910,180.55
17	71	£72,757.64	£80,203.61	£1,060,639.76	£990,384.17
18	72	£74,212.80	£81,807.68	£1,134,852.56	£1,072,191.85
19	73	£75,697.05	£83,443.84	£1,210,549.61	£1,155,635.69
20	74	£77,210.99	£85,112.71	£1,287,760.60	£1,240,748.40
21	75	£78,755.21	£86,814.97	£1,366,515.81	£1,327,563.37
22	76	£80,330.32	£88,551.27	£1,446,846.13	£1,416,114.63
23	77	£81,936.92	£90,322.29	£1,528,783.05	£1,506,436.93
24	78	£83,575.66	£92,128.74	£1,612,358.71	£1,598,565.67
25	79	£85,247.17	£93,971.31	£1,697,605.89	£1,692,536.98
26	80	£86,952.12	£95,850.74	£1,784,558.00	£1,788,387.72
27	81	£88,691.16	£97,767.75	£1,873,249.16	£1,886,155.47
28	82	£90,464.98	£99,723.11	£1,963,714.15	£1,985,878.58
29	83	£92,274.28	£101,717.57	£2,055,988.43	£2,087,596.15
30	84	£94,119.77	£103,751.92	£2,150,108.20	£2,191,348.08
31	85	£96,002.16	£105,826.96	£2,246,110.36	£2,297,175.04
32	86	£97,922.21	£107,943.50	£2,344,032.57	£2,405,118.54
33	87	£99,880.65	£110,102.37	£2,443,913.22	£2,515,220.91
34	88	£101,878.26	£112,304.42	£2,545,791.48	£2,627,525.33
35	89	£103,915.83	£114,550.51	£2,649,707.31	£2,742,075.84
36	90	£105,994.15	£116,841.52	£2,755,701.46	£2,858,917.35
37	91	£108,114.03	£119,178.35	£2,863,815.49	£2,978,095.70
38	92	£110,276.31	£121,561.91	£2,974,091.80	£3,099,657.61
39	93	£112,481.84	£123,993.15	£3,086,573.64	£3,223,650.77
40	94	£114,731.47	£126,473.02	£3,201,305.11	£3,350,123.78



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## Early Retirement Report for Example Client

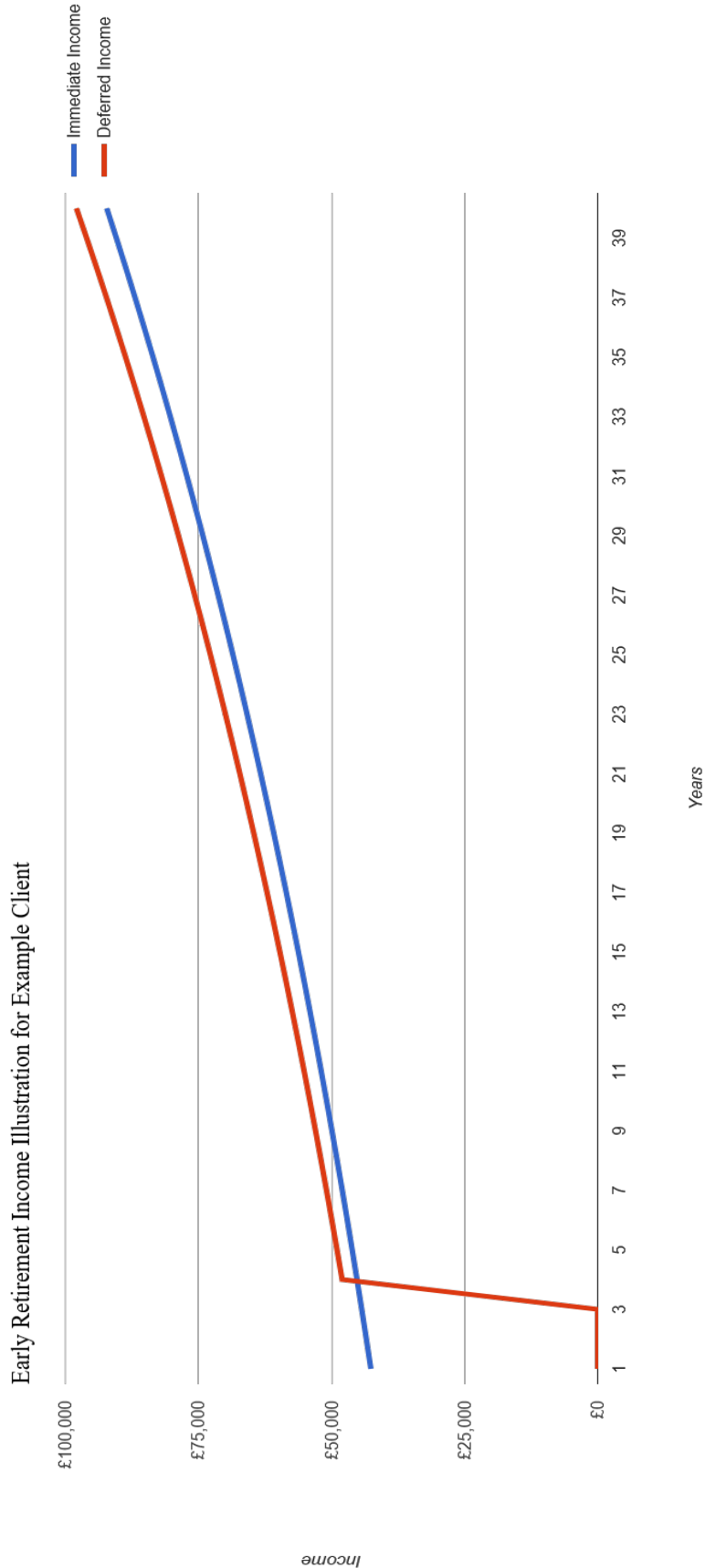
Forecast: NHS retire 3 years early - AFTER tax

Assumed Inflation Rate:  
**2%**

Years Deferred:  
**3**

Deferred Income:  
**£48000**

Immediate Income:  
**£42600**



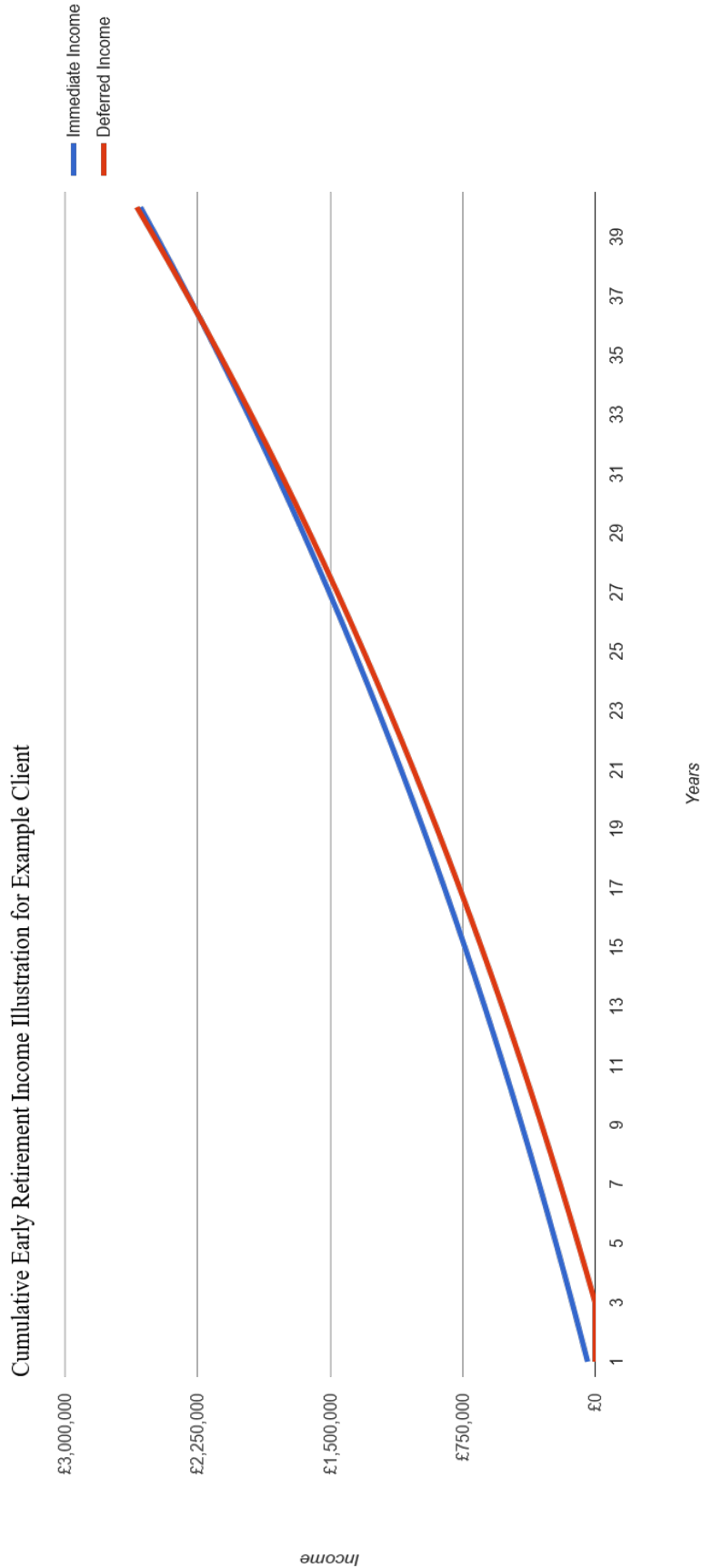
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Immediate Income: **£42600**      Deferred Income: **£48000**      Years Deferred: **3**      Assumed Inflation Rate: **2%**

Year by year breakdown (NHS retire 3 years early - AFTER tax)

Year	Age	Immediate Income	Deferred Income	Cumulative Immediate Income	Cumulative Deferred Income
1	95	£42,600.00	£0.00	£42,600.00	£0.00
2	96	£43,452.00	£0.00	£86,052.00	£0.00
3	97	£44,321.04	£0.00	£130,373.04	£0.00
4	98	£45,207.46	£48,000.00	£175,580.50	£48,000.00
5	99	£46,111.61	£48,960.00	£221,692.11	£96,960.00
6	100	£47,033.84	£49,939.20	£268,725.95	£146,899.20
7	101	£47,974.52	£50,937.98	£316,700.47	£197,837.18
8	102	£48,934.01	£51,956.74	£365,634.48	£249,793.93
9	103	£49,912.69	£52,995.88	£415,547.17	£302,789.81
10	104	£50,910.94	£54,055.80	£466,458.11	£356,845.60
11	105	£51,929.16	£55,136.91	£518,387.28	£411,982.51
12	106	£52,967.75	£56,239.65	£571,355.02	£468,222.16
13	107	£54,027.10	£57,364.44	£625,382.12	£525,586.61
14	108	£55,107.64	£58,511.73	£680,489.77	£584,098.34
15	109	£56,209.80	£59,681.97	£736,699.56	£643,780.31
16	110	£57,333.99	£60,875.61	£794,033.55	£704,655.91
17	111	£58,480.67	£62,093.12	£852,514.22	£766,749.03
18	112	£59,650.28	£63,334.98	£912,164.51	£830,084.01
19	113	£60,843.29	£64,601.68	£973,007.80	£894,685.69
20	114	£62,060.16	£65,893.71	£1,035,067.95	£960,579.41
21	115	£63,301.36	£67,211.59	£1,098,369.31	£1,027,790.99
22	116	£64,567.39	£68,555.82	£1,162,936.70	£1,096,346.81
23	117	£65,858.73	£69,926.94	£1,228,795.43	£1,166,273.75
24	118	£67,175.91	£71,325.48	£1,295,971.34	£1,237,599.23
25	119	£68,519.43	£72,751.98	£1,364,490.77	£1,310,351.21
26	120	£69,889.82	£74,207.02	£1,434,380.58	£1,384,558.23
27	121	£71,287.61	£75,691.16	£1,505,668.20	£1,460,249.40
28	122	£72,713.36	£77,204.99	£1,578,381.56	£1,537,454.39
29	123	£74,167.63	£78,749.09	£1,652,549.19	£1,616,203.47
30	124	£75,650.98	£80,324.07	£1,728,200.17	£1,696,527.54
31	125	£77,164.00	£81,930.55	£1,805,364.18	£1,778,458.09
32	126	£78,707.28	£83,569.16	£1,884,071.46	£1,862,027.26
33	127	£80,281.43	£85,240.55	£1,964,352.89	£1,947,267.80
34	128	£81,887.06	£86,945.36	£2,046,239.95	£2,034,213.16
35	129	£83,524.80	£88,684.26	£2,129,764.75	£2,122,897.42
36	130	£85,195.29	£90,457.95	£2,214,960.04	£2,213,355.37
37	131	£86,899.20	£92,267.11	£2,301,859.24	£2,305,622.48
38	132	£88,637.18	£94,112.45	£2,390,496.43	£2,399,734.93
39	133	£90,409.93	£95,994.70	£2,480,906.36	£2,495,729.62
40	134	£92,218.13	£97,914.59	£2,573,124.48	£2,593,644.22



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# Early Retirement Report for Example Client