

Retirement discipline

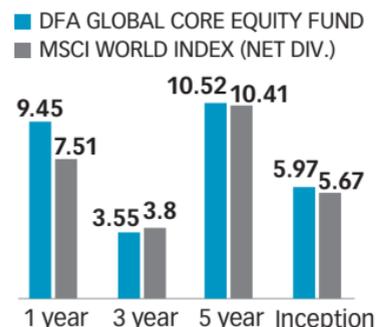
Bucket approach

	INCOME BUCKET	BUCKET 1	BUCKET 2	BUCKET 3	BUCKET 4	BUCKET 5	BUCKET 6	TOTAL
Bucket's purpose	Gives safe retirement income floor for life	Money needed for immediate draw down for 5 years	Money needed in 5 years' time	Money needed in 10 years' time	Money needed in 15 years' time	Money needed in 20 years' time	Money for legacy or to hedge against longevity	
Allocation (\$)	340K	329K	184K	220K	104K	95K	207K	1.479m
Portfolios expected returns (p.a.)	\$340K to buy immediate annuity	1.5%	3.5%	5.5%	6.5%	6.5%	6.5%	
Years invested			5	10	15	20	25	

Asset allocation

	ASSET CLASSES	BUCKET 2 EXPECTED RETURNS: 3.5% P.A.	BUCKET 3 EXPECTED RETURNS: 5.5% P.A.	BUCKET 4-6 EXPECTED RETURNS: 6.5% P.A.
Allocation	Global bonds (%)	60	20	0
	Global equities (%)	40	70	90
	Emerging markets equities (%)	0	10	10
No. of years to be invested		5 years	10 years	15, 20, 25 years respectively

Dimensional Fund Advisor's track record*



*Annualized return (%) of DFA Global Core Equity Fund (USD, ACC) as at 31 Dec 2016