

Building a buffer

Rolling returns (RetireWell)

PORTFOLIO AND NUMBER OF YEARS INVESTED BEFORE SPENDING	40E/60B ¹ (5 YEARS)	60E/40B (10 YEARS)	80E/20B (15 YEARS)	100E (20 YEARS)	100E (25 YEARS)
Assumed portfolio annualised returns ²	3.5%	4.5%	5.5%	6.5%	6.5%
Total number of instances in the 30-year period*	301	241	181	121	61
Instances when portfolio missed assumed annualised returns	49	44	10	21	0
Minimum annualised returns in one of the missed instances	0.7%	2.6%	3.8%	6.0%	6.6%
Instances of 0% returns or lower	0	0	0	0	0

*Based on historical Rolling returns (1990-2019) of portfolios in RetireWell buckets

¹E: % in equities; B: % in bonds; ²Assumed returns for planning, not actual portfolio returns