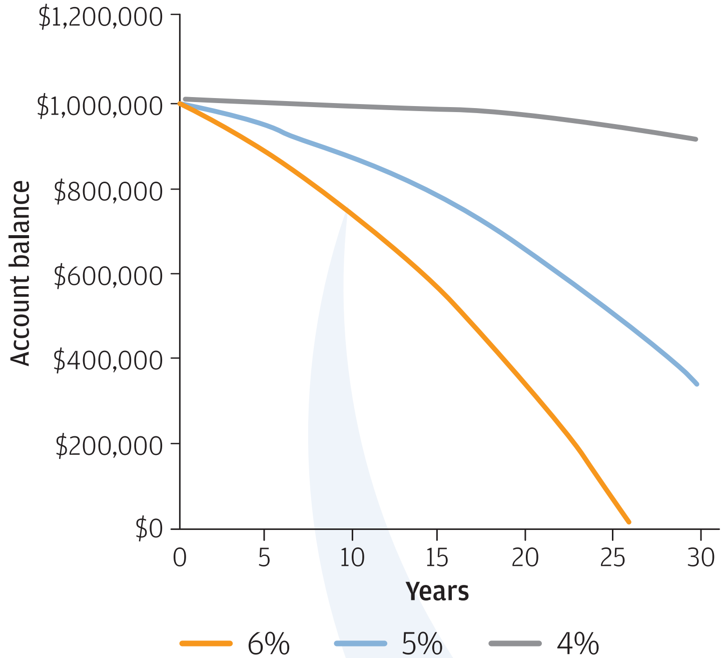
WrapManager

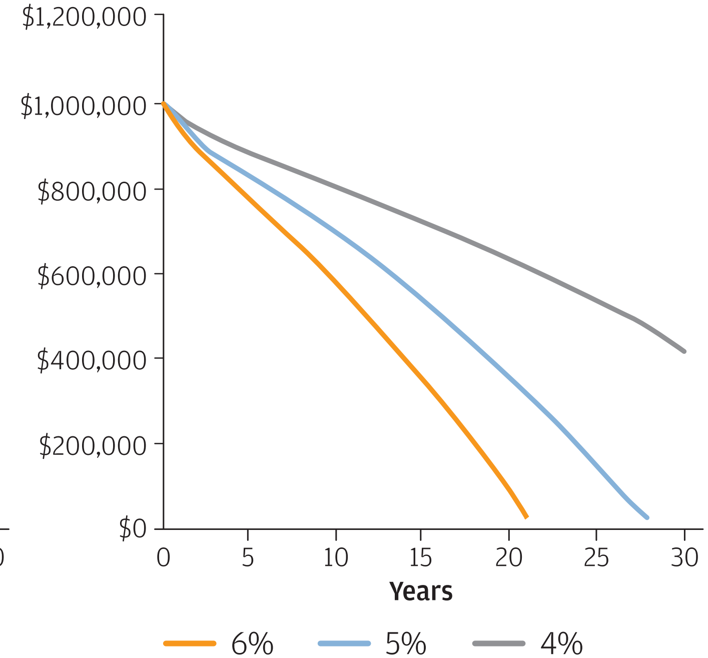
Effects of Traditional Withdrawal Rates on a Balanced Portfolio

Years of sustainable withdrawals for a portfolio of 60% equities and 40% bonds

Projected outcomes for typical markets
(50% confidence level)



Projected outcomes for extended poor markets
(75% confidence level)



Source: JP Morgan Asset Management. These charts are for illustrative purposes only and must not be used, or relied upon, to make investment decisions. Hypothetical portfolios are composed of US Large Cap for equity and US Aggregate for fi xed income with projected compound returns projected to be 7.50% and 4.25%, respectively. J.P. Morgan's model is based on J.P. Morgan Asset Management's (JPMAM) proprietary long-term capital markets assumptions (10 – 15 years). The resulting projections include only the benchmark return associated with the portfolio and does not include alpha from the underlying product strategies within each asset class. The yearly withdrawal amount is set as a fi xed percentage of the initial amount of $1,000,000 and is then infl ation adjusted over the period. Allocations, assumptions and expected returns are not meant to represent JPMAM performance. Given the complex risk/reward trade-offs involved, we advise clients to rely on judgment as well as quantitative optimization approaches in setting strategic allocations. References to future returns for either asset allocation strategies or asset classes are not promises or even estimates of actual returns a client portfolio may achieve.