Dartmouth Class of 1968 Arts Legacy Fund

Projected Fund Drawdowns Initial Amount: \$150,000 Period: 15 years

- <u>Level drawdowns</u> no assumed investment earnings: \$10,000/year
 (Not a useful scenario -for comparative purposes to show the power of compound interest)
- Level drawdo'wns 7% investment return throughout: \$15,900/year
- <u>Level drawdowns</u> 6% investment return throughout: \$14,995/year
- Level drawdowns 5% investment return throughout: \$14,100/year
- <u>Level drawdowns</u> graded investment returns: 7% 1st 5 years/6% 2nd 5 years/5% 3rd 5 years: \$15,460/year
- Front-loaded drawdowns:
 - 120% 1st 5 years/100 % 2nd 5 years/80% 3rd 5 years 7% investment earnings throughout:
 \$18,300/\$15,240/\$12,190
 - 6% investment earnings throughout:
 \$17330/\$14450/\$11560 5% investment earnings
 throughout: \$16640/%13870/\$11100
 - o Graded investment returns: 7%/6%/5% as above: \$17,880/\$14,900/\$11,920