
Your Financial Plan

Prepared Exclusively for

James and Ursula Smith

3218 Berkshire Lane
Prince George, British Columbia
V2K 1V9

Prepared By
Sarah Holland, Certified Financial Planner
Holland Advisory Services

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Your Current Financial Position...

Based on the information you have provided on your current financial situation, we have prepared the following Net Worth statement:

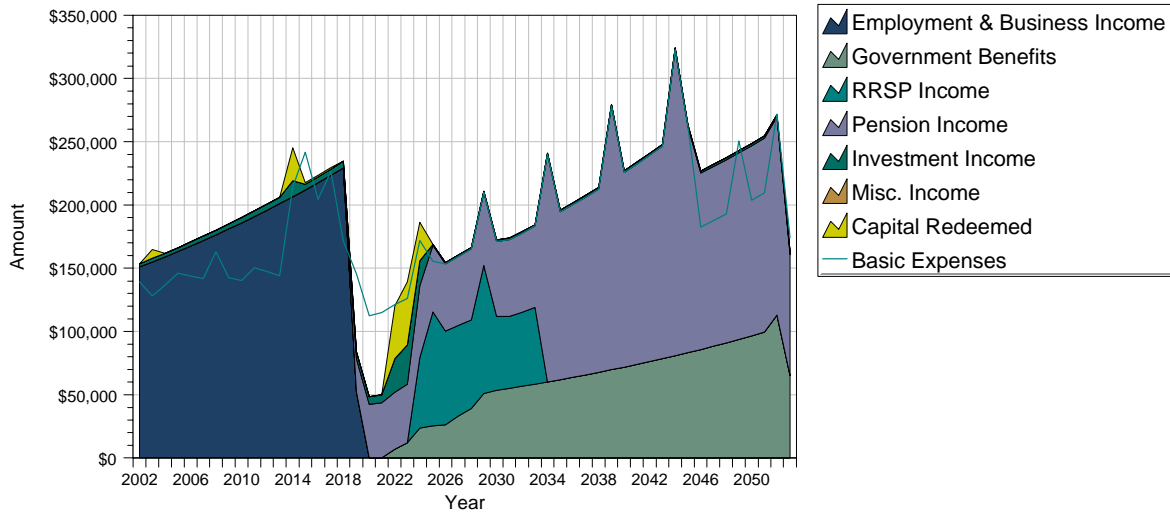
	James	Ursula	Total
Lifestyle			
House (Joint)	150,000	150,000	300,000
Mortgage (Joint)	(86,011)	(86,011)	(172,022)
Subtotal	63,989	63,989	127,978
Non-Registered			
Cash Account (Joint)	1,250	1,250	2,500
In trust account (Joint)	2,500	2,500	5,000
Joint Mutual Fund	27,500	27,500	55,000
Money Market Fund (James)	12,000		12,000
Subtotal	43,250	31,250	74,500
Registered			
RRSP (James)	105,000		105,000
Defined Contribution Pension (James)	5,600		5,600
Locked-In RRSP (James)	25,000		25,000
RRSP (Ursula)		55,000	55,000
RESP (Ursula)		750	750
Subtotal	135,600	55,750	191,350
Life Insurance Cash Value			
Life Insurance (James)	10,000		10,000
Subtotal	10,000		10,000
Total Net Worth	252,839	150,989	403,828

This statement is a personal balance sheet that shows the value of all your assets minus all your liabilities. It is a picture of your current financial situation.

Cash Flow Analysis

Base Plan

The following graph shows your income and your ability to meet your expenses. When your expenses are greater than your total income, then we show you redeeming some of your investments.

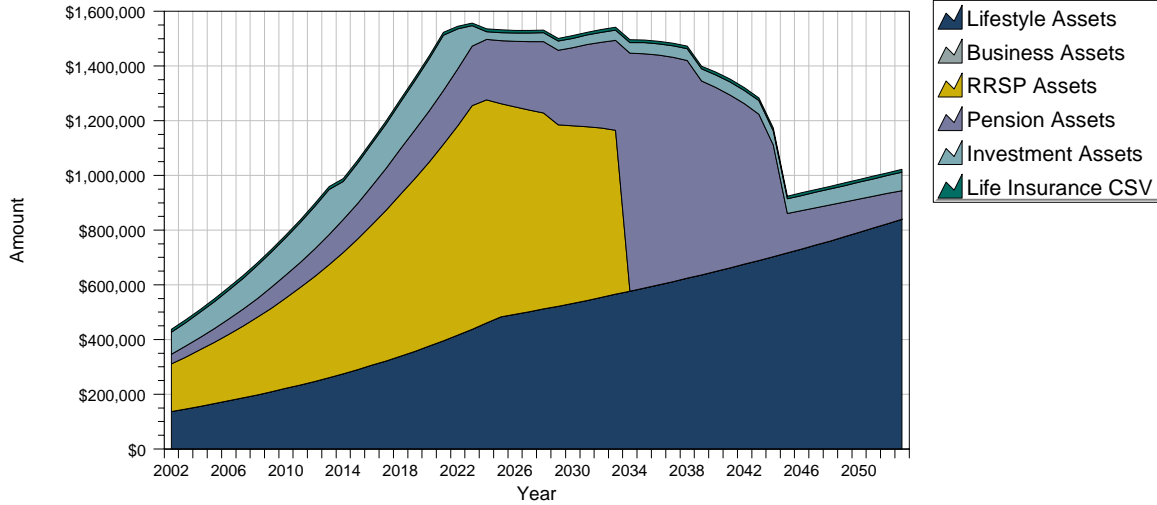


Year	Age	Total Income	Capital Redeemed	Basic Expenses
2002	38/40	\$153,466	\$0	\$139,237
2003	39/41	\$157,716	\$7,213	\$128,203
2004	40/42	\$161,822	\$0	\$136,707
2005	41/43	\$166,208	\$0	\$146,061
2006	42/44	\$170,719	\$0	\$143,713
2007	43/45	\$175,360	\$0	\$141,911
2008	44/46	\$180,134	\$0	\$163,043
2009	45/47	\$185,045	\$0	\$142,521
2010	46/48	\$190,097	\$0	\$140,368
2011	47/49	\$195,296	\$0	\$150,341
2017	53/55	\$228,406	\$1,227	\$181,947
2022	58/60	\$78,555	\$41,517	\$121,389
2027	63/65	\$160,609	\$0	\$159,705
2032	68/70	\$179,043	\$0	\$177,986
2037	73/75	\$207,647	\$0	\$206,416
2042	78/80	\$240,798	\$0	\$239,370
2047	83/85	\$232,006	\$0	\$187,524
2052	88/90	\$271,336	\$0	\$271,894

Asset Analysis

Base Plan

The following graph illustrates your projected net worth by type of asset.

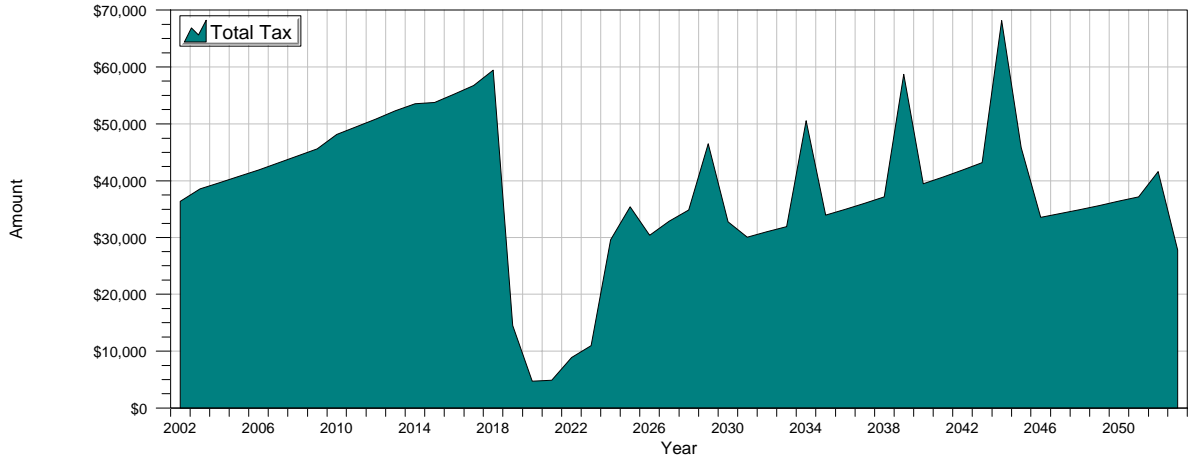


Year	Lifestyle Assets	Business Assets	RRSP Assets	Pension Assets	Investment Assets	Life Insurance Assets	Net Estate
2002	\$136,852	\$0	\$174,390	\$35,113	\$80,510	\$10,000	\$949,415
2003	\$146,054	\$0	\$189,740	\$39,930	\$86,128	\$10,000	\$987,922
2004	\$155,602	\$0	\$206,115	\$45,070	\$92,215	\$10,000	\$1,023,591
2005	\$165,654	\$0	\$223,583	\$50,555	\$98,653	\$10,000	\$1,055,401
2006	\$175,959	\$0	\$242,218	\$56,408	\$105,463	\$10,000	\$1,094,580
2007	\$186,670	\$0	\$262,097	\$62,654	\$112,668	\$10,000	\$1,141,076
2008	\$197,808	\$0	\$283,303	\$69,319	\$120,292	\$10,000	\$1,172,110
2009	\$209,399	\$0	\$305,925	\$76,432	\$128,360	\$10,000	\$1,229,588
2010	\$221,467	\$0	\$330,057	\$84,022	\$136,898	\$10,000	\$1,294,809
2011	\$234,040	\$0	\$355,800	\$92,122	\$145,935	\$10,000	\$1,356,859
2017	\$322,187	\$0	\$550,649	\$153,507	\$162,803	\$10,000	\$1,634,955
2022	\$416,070	\$0	\$765,890	\$207,509	\$146,175	\$10,000	\$1,230,642
2027	\$502,025	\$0	\$736,877	\$250,078	\$31,327	\$10,000	\$1,153,780
2032	\$554,277	\$0	\$618,923	\$313,728	\$36,330	\$10,000	\$1,150,588
2037	\$611,966	\$0	\$0	\$819,482	\$42,131	\$10,000	\$1,133,010
2042	\$675,660	\$0	\$0	\$585,871	\$48,859	\$10,000	\$1,051,778
2047	\$745,983	\$0	\$0	\$136,088	\$56,661	\$10,000	\$947,938
2052	\$823,626	\$0	\$0	\$110,430	\$65,708	\$10,000	\$1,156,623

Income Tax

Base Plan

The following graph illustrates the taxes that you will pay on all your sources of income over your lifetime.



Year	Age	Total Income	After Tax Income	Total Annual Tax
2002	38/40	\$153,466	\$117,085	\$36,381
2003	39/41	\$157,716	\$119,153	\$38,563
2004	40/42	\$161,822	\$122,181	\$39,641
2005	41/43	\$166,208	\$125,440	\$40,768
2006	42/44	\$170,719	\$128,792	\$41,927
2007	43/45	\$175,360	\$132,241	\$43,119
2008	44/46	\$180,134	\$135,789	\$44,345
2009	45/47	\$185,045	\$139,439	\$45,605
2010	46/48	\$190,097	\$141,949	\$48,148
2011	47/49	\$195,296	\$145,814	\$49,482
2017	53/55	\$228,406	\$171,624	\$56,781
2022	58/60	\$78,555	\$69,685	\$8,870
2027	63/65	\$160,609	\$127,698	\$32,911
2032	68/70	\$179,043	\$148,027	\$31,017
2037	73/75	\$207,647	\$171,590	\$36,057
2042	78/80	\$240,798	\$198,901	\$41,897
2047	83/85	\$232,006	\$197,757	\$34,249
2052	88/90	\$271,336	\$229,717	\$41,619

Estate Analysis

Base Plan

Upon death your estate consists of your net worth (assets minus liabilities at time of death before taxes), government death benefits, life insurance, and liability insurance. Your estate must pay any expenses associated with your death (e.g. burial, charitable donations, etc.), and any taxes associated with the deemed disposition of your assets. The result will be your Total Net Estate, which will be available to your heirs.

	This Year (2002)	At Death of Last Survivor (2053)
Lifestyle Assets	\$136,852	\$840,098
Business Assets	\$0	\$0
Investment Assets	\$80,510	\$67,685
RRSP Assets	\$174,390	\$0
RRIF and Pension Assets	\$35,113	\$104,121
Life Insurance Assets	\$10,000	\$10,000
Surplus/(Deficit)	\$2,889	\$189,599
Total Net Worth	\$439,754	\$1,211,503
Insurance Proceeds	\$660,148	\$150,000
Death Benefits	\$5,000	\$10,960
Estate Expenses	\$0	\$0
Taxes Due At Death	\$86,157	\$36,761
Net Estate Value	\$949,415	\$1,148,631

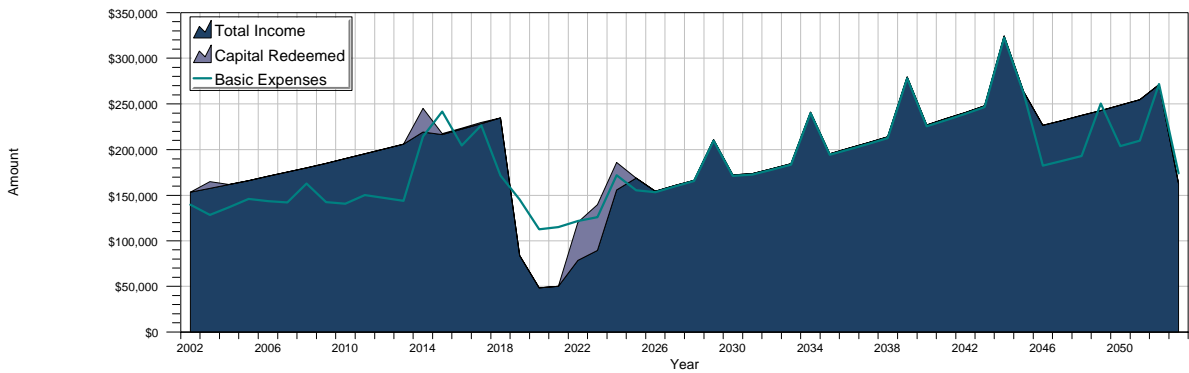
James wishes to retire on January 1, 2019 at age 55, while Ursula wishes to retire on May 1, 2019 at age 57. You want to ensure an adequate retirement income to fund your retirement needs which, after taking inflation into consideration, are estimated to be approximately \$137,000 per year starting in 2019 after James retires. Your retirement needs starting in 2020 after Ursula retires are estimated to be approximately \$118,000 per year.

According to our analysis, you do not encounter any significant cash flow deficits before retirement.

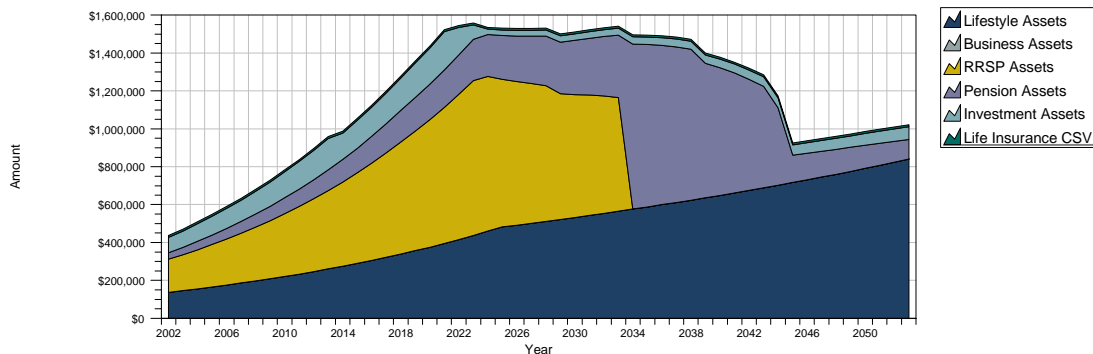
Please note that there are accumulated cash flow surpluses before retirement that could be used to fund savings strategies to help you achieve your goals.

Your projected income from savings and pensions after retirement is sufficient to provide for your anticipated needs throughout your retirement.

The following graph shows your income and your ability to meet your expenses. When your expenses are greater than your total income, then we show you redeeming some of your investments.



The following graph illustrates your projected net worth by type of asset.



At death of last survivor: Total Net worth of \$1,211,503, Estate taxes of \$36,761, and Net Estate of \$1,148,631.