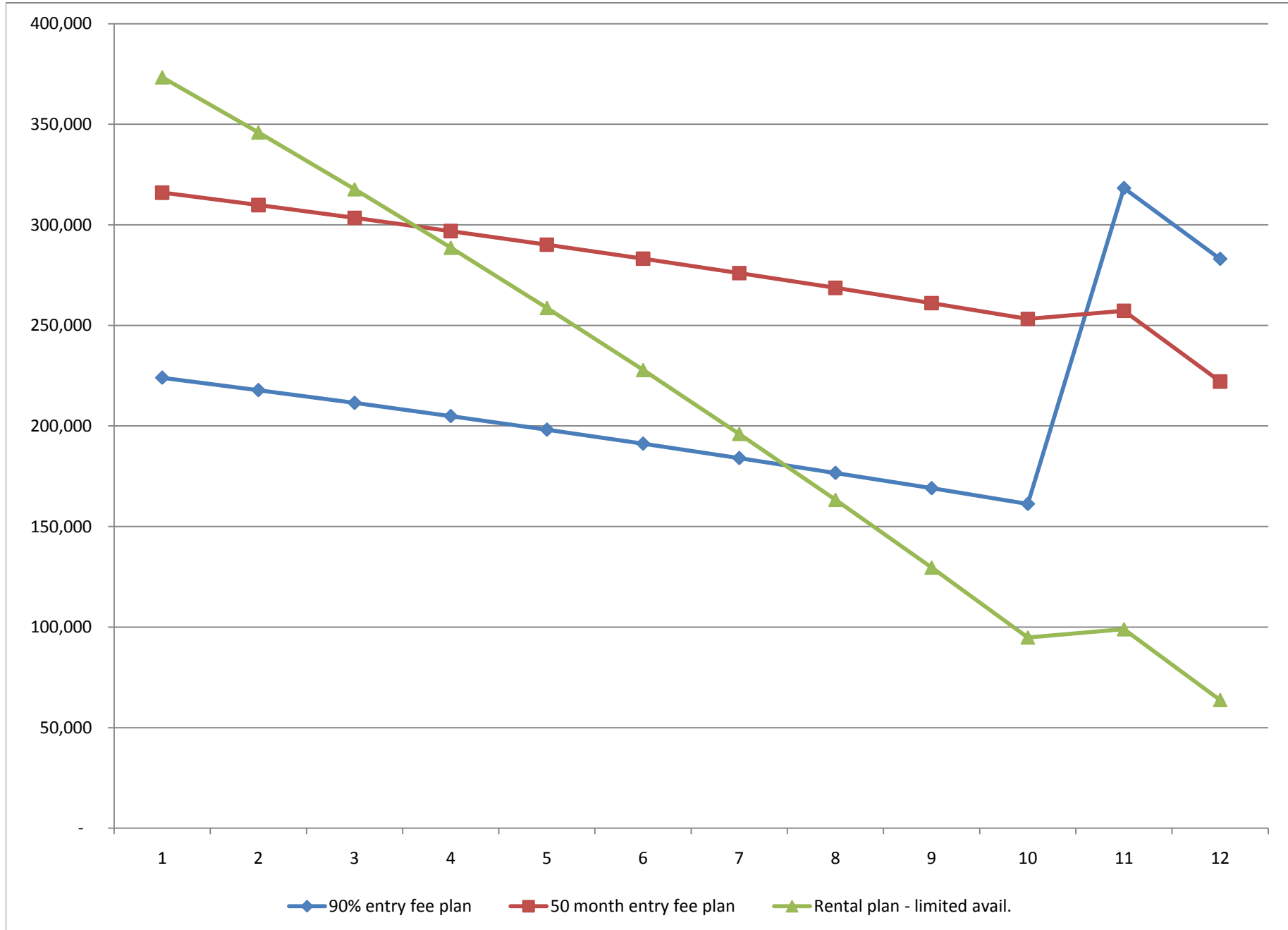




Financial Projection for Mrs. Jones

Pg	Description
1	Financial Projection
2	Comparison of all plans
3	Comparison of the entry fee plans
4	Entry fee refund chart

 Bishop Spencer Place
Remaining Net Assets



Comparing the 50 month and 90% Refundable Plans

Assumptions:			Future value assuming an est life of 11.9	
			Investment Return	Investment gain (shortfall) *
90% refundable plan	170,000	A	0%	(61,000)
50 month nonrefundable plan	<u>78,000</u>	B	1%	(49,435)
Extra capital required for 90% plan (A-B)	92,000		2%	(36,553)
Life expectancy assumption in years	11.9		3%	(22,217)
Investment return assumption	<u>0.0%</u>		4%	(6,282)
Future value of extra capital if invested	92,000	C	5%	11,415
Refund for the 90% plan (A * 90%)	<u>153,000</u>	D	6%	31,047
Investment gain (shortfall) (C-D)	<u>(61,000)</u>		7%	52,804
			8%	76,896
			9%	103,545
			10%	132,997

Note: The red numbers mean the 90% refundable plan is the better option, and the green numbers mean the 50 month plan is the better option. The 50 month plan is preferable the higher the interest rate and/or est life (assuming a minimum life expectancy of 50 months).

* - This represents the difference between the 90% refund on the lifetime 90% refundable plan and the future value of an investment which assumes the person chooses the 50 month plan and invests the extra capital required for the 90% refundable plan. Income taxes are not taken into consideration.



Entry Fee Amount Refundable by Month

