Probability that your assets will last through a 35-year retirement based on various withdrawal rates

35-year Retirement

Initial Withdrawal Amount	Stock/Bond* Mix				
	20/80	40/60	60/40	80/20	100/0
3%	98%	99%	98%	96%	94%
4%	67%	78%	81%	81%	80%
5%	24%	44%	55%	60%	62%
6%	3%	16%	31%	41%	46%

ARE YOU COMFORTABLE ROLLING THE DICE WHEN IT COMES TO YOUR RETIREMENT INCOME?

If your withdrawal rate is too high when generating income from a portfolio of assets, research shows that it lowers the probability of income lasting over a 35-year retirement.

As shown to the left, assuming a 4% withdrawal rate and a portfolio allocated 60% to stocks and 40% to bonds, there would be a 19% chance that your portfolio would fail to provide lasting income over a 35-year retirement.

The hypothetical table shows the probability that your assets will last through a 35-year retirement, given certain withdrawal rates and stock/bond allocations.

Source: T. Rowe Price, 2020. Projections shown above assume the withdrawal in the first year is the stated percent of the original portfolio value. Each year thereafter, the amount withdrawn is adjusted upward 3% to account for inflation. **IMPORTANT: This illustration is hypothetical in nature, does not reflect actual investment results and is not a guarantee of future results.** **See page 26 for additional information.**