Impact of Interest Rates on Bond Principal

| Investment | $\$ 100,000$ | Interest Rate | $6 \%$ |  |
| :--- | :---: | :--- | :--- | :--- |
| Term(Years) | 15 | Alternate Rates | $+/-5 \%$ | $(11.0 \%$ to $1.0 \%)$ |



Declining Interest Rates (gain) Rising Interest Rates (loss)

Note: Maximum/minimum interest rates (with resulting losses/gains in principal) shown mid-way in illustrated term.

| $\mathbf{\$ 1 0 0 , 0 0 0}$ | $\mathbf{6 \%}$ | $\mathbf{1 5}$ |
| ---: | ---: | ---: |
|  | $\$ 36,387$ | $1 \%$ |
|  | $\$ 28,431$ | $2 \%$ |
|  | $\$ 21,077$ | $3 \%$ |
|  | $\$ 14,271$ | $4 \%$ |
|  | $\$ 7,968$ | $5 \%$ |
|  | $-\$ 3,297$ | $7 \%$ |
|  | $-\$ 8,332$ | $8 \%$ |
|  | $-\$ 13,012$ | $9 \%$ |
|  | $-\$ 17,365$ | $10 \%$ |
|  | $-\$ 21,417$ | $11 \%$ |

