

John & Frieda Martinez

Balance Sheet

January 1, 2012

Assets

Current Assets

Checking Account	\$2,250
Savings Account	\$3,000
CDs	\$2,000
Cash Value of Life Insurance (\$150,000 policy on Frieda)	\$2,000
Total Current Assets	\$9,250

Investment Assets

Non-retirement

	Shares	Ave. Cost/	Price/share	Value
Dell stock - inherited	500	\$11.85	\$15.00	\$7,500
IBM stock - inherited	50	\$137.00	\$184.00	\$9,200
Microsoft - gifted by John's parents	500	\$32.60	\$26.00	\$13,000
BGSAX mutual fund - John's investment	500	\$7.55	\$8.50	\$4,250
RPFCX mutual fund (Olivia's college fund)	100	\$17.50	\$25.00	\$2,500
Total Non-Retirement Assets				\$36,450

Retirement

John's 403(b)

	Shares	Ave. Cost/	Price/share	Value
TIAA-VREF Lifecycle 2025	1,400	\$5.00	\$8.50	\$11,900

John's employer provides a defined benefit pension plan to all employees.

Frieda's SIMPLE-IRA

T. Rowe Price Retirement 2050 R (RRTFX)	4,000	\$6.00	\$9.05	\$36,200
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This is Frieda's only retirement plan

Total Retirement Assets **\$48,100**

Total Investment Assets **\$84,550**

Tangible Assets

1995 Toyota Corolla	\$3,000
2008 Audi A4	\$23,000
Personal Belongings	\$20,000
Total Tangible Assets	\$46,000

Total Assets **\$139,800**

Liabilities

Current Liabilities

Credit Card Principal Balance Outstanding - 18% APR	\$5,000
Property Taxes Payable	\$400

Total Current Liabilities	\$5,400
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Non-Current Liabilities

Auto Loan (Audi) - 5% APR, 5 years, \$28,000 original loan	\$20,000
Student Loans - John - 4% APR, 10 years, \$30,000 original loan	\$25,000
Student Loans - Frieda - 6% APR, 10 years, \$40,000 original loan	\$35,000
Total Non-Current Liabilities	\$80,000

Total Liabilities	\$85,400
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All loans have fixed interest rates (APR) and monthly payments.
All loan payments use an equal payment amortization schedule.

Average Cost/Share of Investments = tax basis of each investment

John Martinez receives group life insurance coverage equal to two times his gross salary.
This policy is through his employer. Frieda is listed as the beneficiary.

Frieda Martinez has a \$150,000 Whole Life insurance policy.
Olivia is listed as the beneficiary.