

Lumpsum Investment Required For Target Monthly SWP

Scenario: Mr. A, aged 60, has just retired and is seeking a reliable income strategy for the next 25 years. He requires a monthly withdrawal of ₹2 lakhs, with a 5% annual increase to account for inflation. In addition, he wants to ensure that ₹1 crore is left as an inheritance at the end of the 25 years.

Investment Strategy: Mr. A is considering investing in a hybrid mutual fund with an expected annual return of 9%. He wants to know the lump-sum amount he needs to invest now to meet his monthly withdrawal needs over the next 25 years, while also leaving the ₹1 crore legacy.

Monthly SWP Calculation

Current Age	60 Years
Target Monthly SWP	₹ 2,00,000
SWP Period	25 Years
Expected Inflation Rate	5.00 %
Balance Required	₹ 1,00,00,000

Lumpsum Investment Required @ 9.00 %

₹ 3,99,24,637

Total Withdrawal

₹ 11,71,46,904

* It is assumed that SWP amount is received on the last day of each month starting from the 1st month. Mutual fund investments are subject to marker risks, read all scheme related documents carefully. Returns are not guaranteed. The above is for illustration purpose only.

Monthly Withdrawal & Projected Investment Value		
Age	Scenario 1 @ 9.00 %	
	Monthly SWP	Year End Balance
61	₹2,04,543	₹4,09,64,554
62	₹2,14,770	₹4,19,70,398
63	₹2,25,509	₹4,29,32,720
64	₹2,36,784	₹4,38,40,900
65	₹2,48,623	₹4,46,83,028
66	₹2,61,054	₹4,54,45,770
67	₹2,74,107	₹4,61,14,223
68	₹2,87,812	₹4,66,71,753
69	₹3,02,203	₹4,70,99,823
70	₹3,17,313	₹4,73,77,800
71	₹3,33,179	₹4,74,82,744
72	₹3,49,838	₹4,73,89,181
73	₹3,67,330	₹4,70,68,846
74	₹3,85,696	₹4,64,90,413
75	₹4,04,981	₹4,56,19,190
76	₹4,25,230	₹4,44,16,789
77	₹4,46,492	₹4,28,40,765
78	₹4,68,816	₹4,08,44,222
79	₹4,92,257	₹3,83,75,380
80	₹5,16,870	₹3,53,77,101
81	₹5,42,713	₹3,17,86,374
82	₹5,69,849	₹2,75,33,747
83	₹5,98,341	₹2,25,42,715
84	₹6,28,259	₹1,67,29,036
85	₹6,59,671	₹1,00,00,000

*The chart is for illustration purposes only. Figures are approximate and may not be linear as shown in the chart. The returns assumed as per your request. These are neither indicative nor guaranteed returns.