

THE MOST EXPENSIVE ITEM OF CLOTHING YOU'LL EVER BUY FOR YOUR CHILDREN



WHEN IS THE RIGHT TIME TO START SAVING?

There's no getting away from the fact that a university education is expensive, especially if more than one child is involved.

It's not just the cost of the tuition fees, but all the other costs that come along with putting a child through university.

Students attending a US private non-profit university in 2018/19 will pay on average more than \$52,000 for their first year alone (see Table 1). Multiply this figure by a 4 year undergraduate course, and after assuming a small yearly increase of 3%, you would be looking at nearly \$220,000.

Assuming the costs in Table 1 continue to rise by 3% each year, parents of a child born today would have to find more than \$370,000 by the time their child reaches age 18 (see Table 2)

IT'S NEVER TOO EARLY TO START SAVING AS NO PARENT WANTS TO SEE THEIR CHILDREN BURDENED WITH DEBT. THE SOLUTION? A LITTLE EDUCATION.

Table 1
Average US university fees, 2018/19

Private non-profit four-year university*	
Tuition and fees	\$35,830
Room and board	\$12,680
Books and supplies	\$1,240
Other expenses (inc. transportation)	\$2,750
Total (per year)	\$52,500

Table 2
Average fees at US universities

Student age	Year	Private non-profit four-year university
18 - 19	2037/38	\$89,366
19 - 20	2038/39	\$92,046
20 - 21	2039/40	\$94,807
21 - 22	2040/41	\$97,651
Total		\$373,870

* College board, annual survey of colleges; NCES, IPEDS Fall 2016 enrollment data.

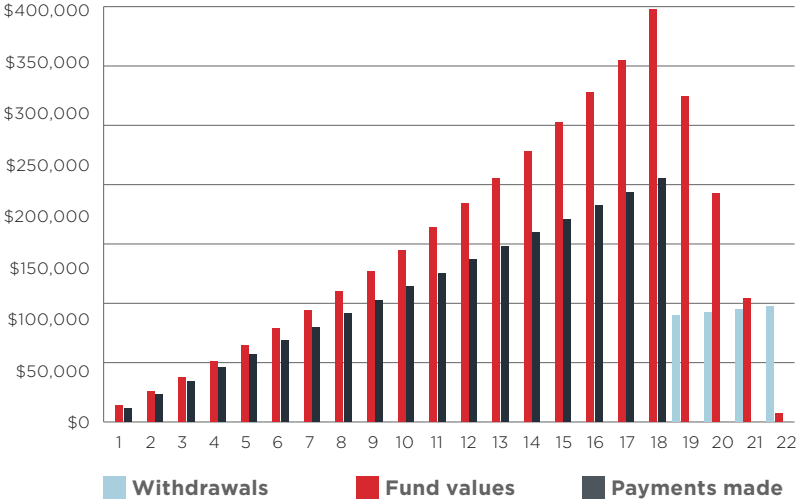
THE SOLUTION? A LITTLE EDUCATION.

The RL360 Regular Savings Plan aims to build up a lump sum to meet university fees and associated costs, in return for an affordable monthly payment.

In the example shown in Table 2, we'd be talking about \$950 a month, paid over 18 years (total paid \$205,200).

The chart, right, shows the potential build-up of fund values against money invested to help meet university costs in the later years.

You could of course choose to do nothing until much later on, but with some early planning, you could avoid burdening your child with thousands of dollars of debt in the form of student loans.



Student age	Yearly withdrawals*	Fund values at year end
18-19	\$89,366	\$273,984
19-20	\$92,046	\$192,968
20-21	\$94,807	\$104,258
21-22	\$97,651	\$7,312

*Withdrawals are taken at the beginning of the year.

IMPORTANT NOTES

Regular Savings Plan is available exclusively in association with financial advisers.

The figures shown in the above chart have been calculated assuming 7.5% per year growth and are inclusive of all the Regular Savings Plan product charges.

The university fees shown in this document make no allowance for any financial assistance that may apply.

START SAVING NOW FOR THEIR FUTURE

Speak to your financial adviser and find out how the RL360 Regular Savings Plan can help.

For more information visit:
www.rl360.com/rsp