

## One Dollar Doubled – NO TAX

	Beginning of Year	End of Year
1	\$1.00	\$2.00
2	\$2.00	\$4.00
3	\$4.00	\$8.00
4	\$8.00	\$16.00
5	\$16.00	\$32.00
6	\$32.00	\$64.00
7	\$64.00	\$128.00
8	\$128.00	\$256.00
9	\$256.00	\$512.00
10	\$512.00	\$1,024.00
11	\$1,024.00	\$2,048.00
12	\$2,048.00	\$4,096.00
13	\$4,096.00	\$8,192.00
14	\$8,192.00	\$16,384.00
15	\$16,384.00	\$32,768.00
16	\$32,768.00	\$65,536.00
17	\$65,536.00	\$131,072.00
18	\$131,072.00	\$262,144.00
19	\$262,144.00	\$524,288.00
20	\$524,288.00	<b>\$1,048,576.00</b>

Take a dollar and double it 20 times. You'll get a million dollars plus. BUT, there is no tax on this math sequence. What happens if you tax the dollar at a 40% tax rate (federal and state)? How much do you end up with? A 40% tax should leave you with about 60% of the million dollars. You'll only have \$600,000 left. Right?