

Table 2. The average consumption–wealth ratio, fraction of total wealth in the retirement account ( $w_t^r$ ), overall equity proportion, equity proportion in the taxable account, basis–price ratio, frequency of reaching 100 percent equity in the taxable account, frequency of positive equity holding in the retirement account, and proportion of tax-deferred wealth allocated to equity conditional on positive equity holdings in the retirement account. The numbers reported are averages at each age over the 5,000 simulation trials, starting at age 20. The simulations are based on the baseline parameter values provided in Table 1.

Age	Consumption-wealth ratio	Fraction of total wealth held in the retirement account	Overall equity proportion	Equity proportion in the taxable account	Basis-price ratio	Frequency of 100% equity in the taxable account	Frequency of positive equity in the retirement account	Conditional equity proportion in the retirement account
20	9.30%	1.91%	67.88%	69.35%	1.000	0.00%	0.00%	NA
25	9.19%	11.11%	71.72%	81.66%	0.666	0.00%	0.00%	NA
30	9.12%	19.70%	70.58%	90.08%	0.488	0.24%	0.24%	0.00%
35	8.92%	27.32%	67.13%	95.79%	0.367	3.62%	3.62%	5.19%
40	8.58%	33.93%	62.57%	98.36%	0.281	3.90%	3.90%	18.36%
45	8.10%	39.38%	58.56%	98.53%	0.218	1.78%	1.74%	29.53%
50	7.37%	43.14%	56.05%	98.12%	0.195	59.36%	55.04%	10.37%
55	6.35%	44.68%	55.37%	97.71%	0.233	64.70%	59.80%	11.90%
60	5.14%	43.50%	56.04%	96.70%	0.321	61.60%	60.64%	11.05%
65	3.86%	36.21%	53.76%	81.61%	0.379	10.90%	10.90%	20.02%
70	3.85%	28.96%	61.39%	87.27%	0.314	6.24%	6.24%	15.08%
75	3.90%	20.55%	66.27%	84.71%	0.244	1.98%	1.98%	9.19%
80	4.03%	12.19%	68.64%	78.91%	0.186	0.46%	0.18%	1.11%
85	4.24%	5.41%	70.83%	75.08%	0.141	0.00%	0.00%	NA
90	4.51%	1.47%	75.70%	76.87%	0.109	0.00%	0.00%	NA
95	4.88%	0.12%	86.32%	86.42%	0.084	0.00%	0.00%	NA
99	5.37%	0.00%	98.99%	98.99%	0.071	0.00%	0.00%	NA