



ROTH IRA FAQ

Should I own a Roth IRA?

Generally speaking, most investors should consider having a Roth IRA as part of their overall retirement plan because it offers federal tax-free growth potential and withdrawals, which have the potential to help minimize taxes and maximize retirement savings. Contributing to a Roth IRA involves income requirements: for more information.

Can I withdraw funds from my ROTH IRA

You can always withdraw **contributions** from a Roth IRA with no penalty at any age.

At age 59½, you can withdraw both **contributions** and **earnings** with no penalty, provided your Roth IRA has been open for at least five tax year

What can I invest in using my ROTH IRA ?

Consider your ROTH IRA to be a bucket, inside of that bucket you can purchase stock in nearly every publicly trade company on the market like Amazon, Apple, Tesla, Nike, Wal-Mart, etc. Also you can buy Index Funds like the S&P 500 or Dow Jones. All of these investments grow tax free inside of this bucket.

What is the 5-Year Rule ?

- Though relatively less restrictive than other accounts, Roth IRAs do impose a waiting period on certain withdrawals, known as the five-year rule.
- The five-year rule applies in three situations:
 1. if you withdraw account earnings
 2. if you convert a traditional IRA to a Roth
 3. and if a beneficiary inherits a Roth IRA.
- Failure to follow the five-year rule can result in paying income taxes on earnings withdrawals and a 10% penalty, too.

Exceptions to the 5-Year Rule

Under certain conditions, you may withdraw earnings without meeting the five-year rule, regardless of your age. You may use up to \$10,000 to pay for your first home or use the money to pay for higher education for yourself or for a spouse, child, or grandchild.⁷



The IRS will also allow you to withdraw funds to pay for health insurance premiums—should you become unemployed—or if you need to reimburse yourself for medical expenses that exceed 7.5% of your [adjusted gross income](#)

Exceptions to the five-year rules

Unfortunately, there's no way around establishing a Roth IRA for five years before you can withdraw earnings tax free. However, the IRS does provide a list of exceptions to the five-year rule on Roth conversions and the early withdrawal penalty.

First-time home purchases

Investors can withdraw up to \$10,000 from their Roth IRA for a first-time home purchase. The IRS defines a first-time home buyer as anyone who has not owned a principal residence in the last two years. You can also use the funds to help a family member buy their first home.

Qualified higher education expenses

You can use your Roth IRA to pay for higher education expenses for yourself, a spouse, a child, or grandchild. Qualifying expenses include tuition, fees, books, and room and board.

Medical expenses

If you lose your job and your health insurance, you can use funds from your Roth IRA to pay for your insurance premiums while you're unemployed. Additionally, if you have unreimbursed medical expenses exceeding 7.5% of your adjusted gross income, you can cover them with funds from Roth conversions without concern for the five-year rule.

Don't let the five-year rules bite you

Even with these rules, Roth IRAs are a great way to save for retirement. All it takes is a little awareness of the pitfalls of running afoul of the five-year rules, and you'll be able to avoid any adverse consequences for your [retirement savings strategy](#).

5-Year Rule For Beneficiaries

Death is also an exception. When a Roth IRA owner dies, [beneficiaries](#) who inherit the account can take a distribution without incurring a penalty—no matter whether the distribution is principal or earnings.⁷

However, death does not totally get you off the hook of the five-year rule. If you, as a beneficiary, take a distribution from an inherited Roth IRA that wasn't held for five tax years, the earnings will be subject to tax. But thanks to the withdrawal order mentioned above, you still may end up owing no taxes since earnings are the last part of the IRA to be distributed.⁵



How is a Roth IRA different from a traditional IRA?

With a Roth IRA, you contribute money that's already been taxed (that is, "after-tax" dollars). Any earnings in a Roth IRA have the potential to grow tax-free as long as they stay in the account. Withdrawals of earnings from Roth IRAs are federal income tax-free and penalty-free if a 5-year aging period has been met and the account owner is age 59½ or over, disabled, or deceased. Roth IRAs are not subject to required minimum distributions (RMD) rules during the lifetime of the original owner, so you can leave your assets in the Roth IRA where they have the potential to continue to grow.

With a traditional IRA, contributions can be made on an after-tax basis, or a pre-tax (tax-deductible) basis if certain requirements are met. Any earnings in the traditional IRA are tax-deferred as long as they remain in the account. Withdrawals of pre-tax monies are subject to ordinary income tax when withdrawn. RMDs are required from traditional IRAs no later than April 1st of the year following the year in which you turn age 72.* If you wait until April 1st, you will then be required to take your second distribution by the end of that year.

For both types of IRAs, distributions before age 59½ may be subject to both ordinary income taxes and a 10% early withdrawal penalty. For a detailed comparison, view the traditional vs. Roth comparison table.

Note that with a Roth IRA, you're able to withdraw contributions you've made at any time, for any reason, with no taxes or penalty.


Should I consider converting to a Roth IRA?

For many individuals, converting to a Roth IRA may make sense. However, you should consult with a tax advisor and consider the following 4 factors prior to making your decision:

1. **Taxes:** With a conversion, you pay federal income taxes now on the conversion amount, but none on any future earnings as long as when withdrawals are taken, the 5-year aging period has been met and you are age 59½ or over, disabled, or deceased. (In the event of the account holder's death, a spouse or beneficiary could make withdrawals.)

If you think your tax rate will be higher in retirement than it is today, you may want to consider a Roth IRA conversion. If your taxable income is lower this year than in a typical year, or if you have accounts that have lost value, you may want to consider a Roth IRA conversion because you may pay less in taxes. If you plan to leave your assets to your beneficiaries, consider conversion because they may not have to pay federal taxes on that money.

2. **Time:** The relative benefits of conversion will generally increase the longer your money remains in the Roth IRA. Generally, conversion may not make sense if your time horizon is less than 5 years, because if you have not met the 5-year aging requirement, any withdrawals are subject to a 10% penalty.

3. **Cost:** Because you will be required to pay federal income taxes:  conversion now, you need to consider that cost and whether or not you can afford that in the current year.
4. **RMDs:** There are no required minimum distributions (RMDs) from a Roth IRA during the lifetime of the original owner. If you think your tax rate will be the same or higher than your current rate when you withdraw your money, it may make sense to consider converting to a Roth IRA now.

What can I convert or roll over to a Roth IRA?

You may be able to convert the following account types to a Roth IRA:

- Traditional IRA
- Rollover IRA
- SEP IRA
- SIMPLE IRA
- SARSEP IRA
- Old 401(k)
- Old 403(b)
- Old governmental 457(b)

Can I roll over assets from my workplace retirement account at a former employer directly to a Roth IRA?

Yes, you can choose to convert an eligible rollover distribution from your old 401(k) directly to a Roth IRA. You will owe taxes on the amount of pretax assets you roll over. Note: If you have assets in a Designated Roth Account (i.e., Roth 401(k)) and would like to roll these to an IRA, you can only do so to a Roth IRA.



FIDELITY ROTH IRA ACCOUNT PROCESS

Fill Out Application + Transfer the Money + Buy the Stock (Mutual Fund) + Make it Automatic.
DONE.

Below are the steps to invest consistently and automatically into a diverse group of big companies every month (FXAIX). Profits grow tax-free inside of a ROTH IRA.

SECTION 1

APPLICATION PROCCSS

1. Go to www.fidelity.com and open Account / ROTH IRA
2. Personal information – application process (Pages 2 - 7)

SECTION 2

LINK BANK ACCOUNT+ TRANSFER MONEY

3. Transfer money in **one time**. (Pages 2 - 7)
2. Check to see if the cash is available to trade.
3. If not available, check back in 1-2 business days.

SECTION 3

BUY STOCK / MUTUAL FUND

4. Go to TRADE, select Mutual Funds
Type in FXAIX and buy using the money.
5. Wait **one (1) business day** for order to execute.
6. Go to Dashboard. Check your positions for FXAIX

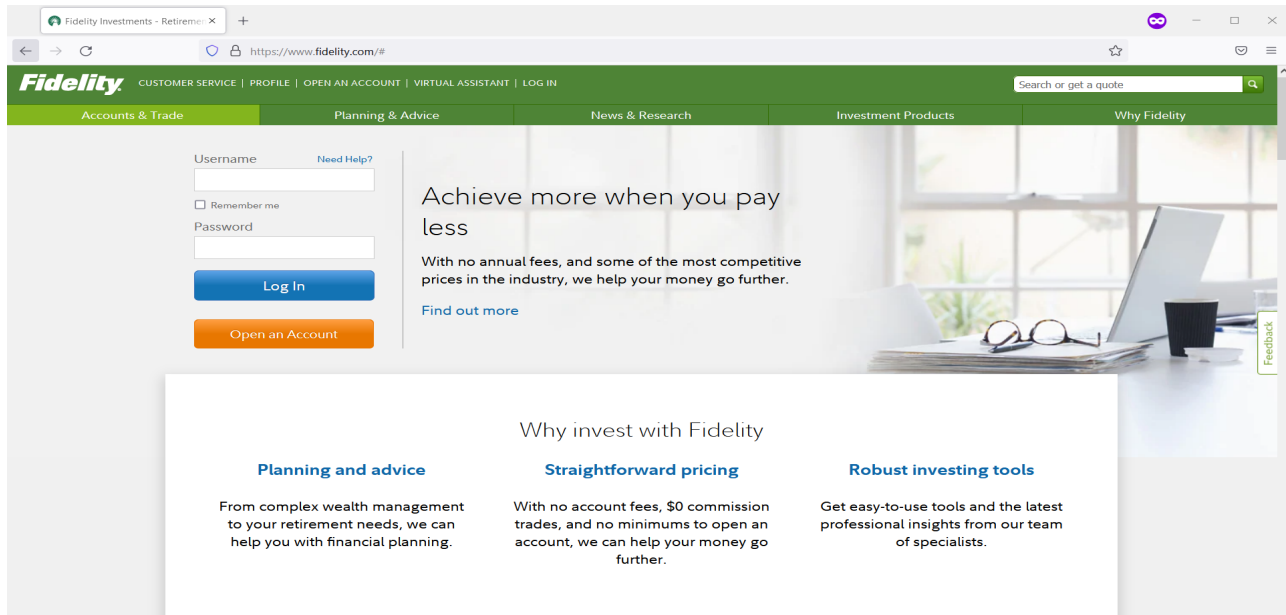
SECTION 4

MAKE THE INVESTMENT AUTOAMTIC

7. Once you see FXAIX as a position.
8. Go setup Automatic Investments.

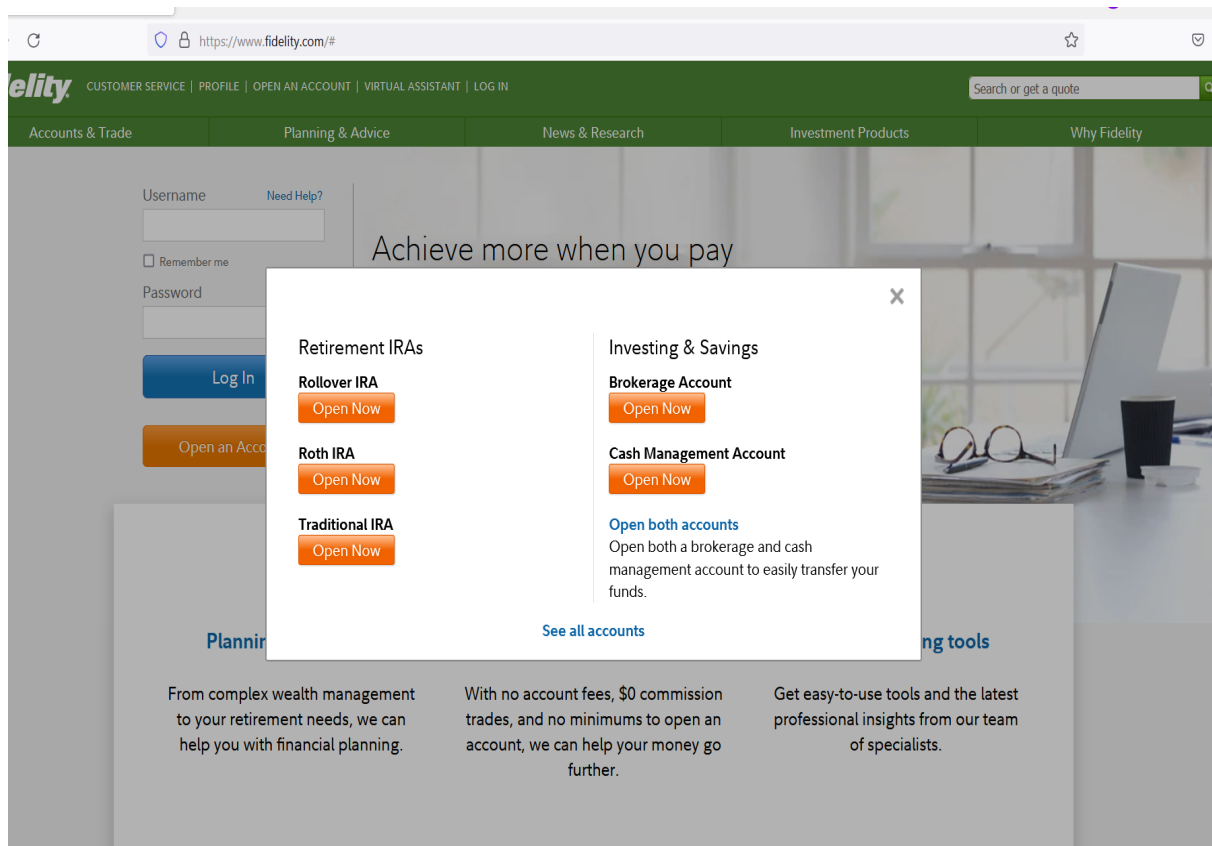


1) Go to www.fidelity.com



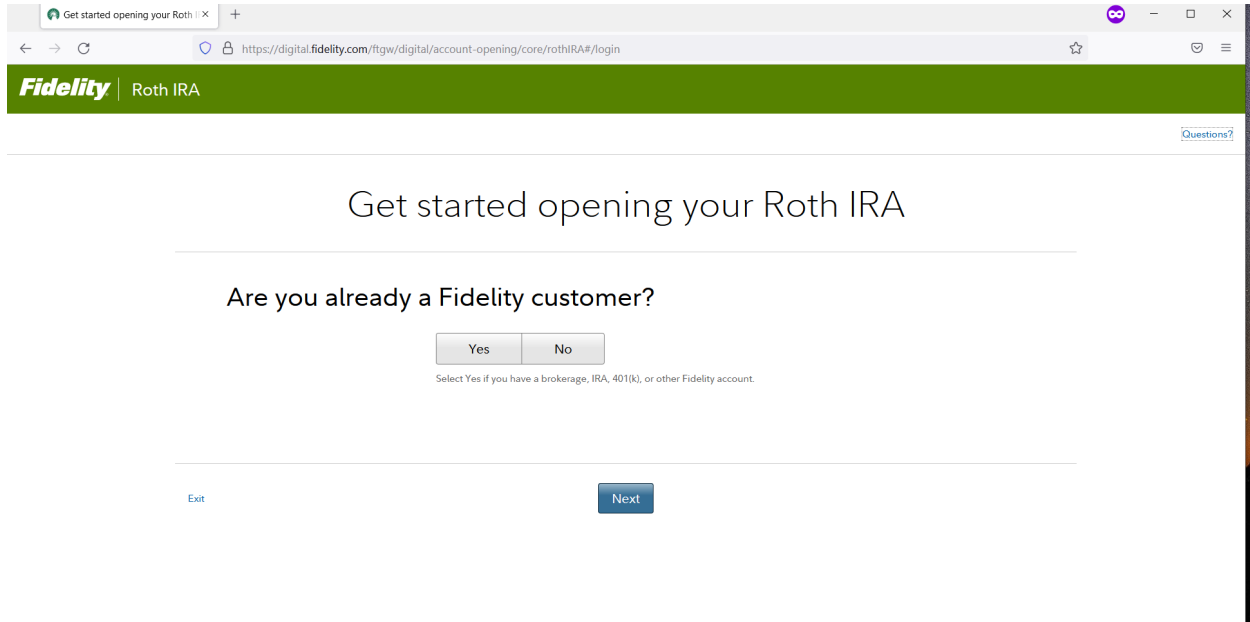
1) Under the Log In button, Click **OPEN An Account.**

a. Next, click **ROTH IRA OPEN NOW**



2) Click **NO**, if you are not a Fidelity Customer.

a. if you are, click **Yes** and login. If **unsure**, click **NO**



3) Click **Next**

Are you already a Fidelity customer?

Select Yes if you have a brokerage, IRA, 401(k), or other Fidelity account.

Opening an account takes just a few minutes.

In the pages ahead, you can expect that:

- First, we'll ask you some [details about yourself](#).
- Next, once the account is opened, you'll create a username and password to log in with.
- Then, you can name your beneficiaries, set investing goals, and begin the process of transferring money into your account.

[Exit](#)

[Next](#)



4) Proceed to fill in personal info such as name, social security, and email.

Tell us about yourself

First, we'll need a few details

Your name: First name: John Middle name: J Last name: James

Social Security number: [Redacted]

Date of birth: Month: January Day: 01 Year: 1990

Country of citizenship: UNITED STATES

Phone number: [Redacted]

This is my mobile number

Email: [Redacted]@gmail.com

5) Enter your primary address if you have a temporary address you can add this in later.

Email: johnjamesinvest03@gmail.com

Where do you live?

Occasionally, we'll need to send you US mail. If you receive mail somewhere different from where you live, you can add that address to your Profile once you've opened your account.

Address line 1: [Redacted]n

Address line 2 (optional): [Redacted]

City: Annapolis

State: Maryland

ZIP Code: 21403

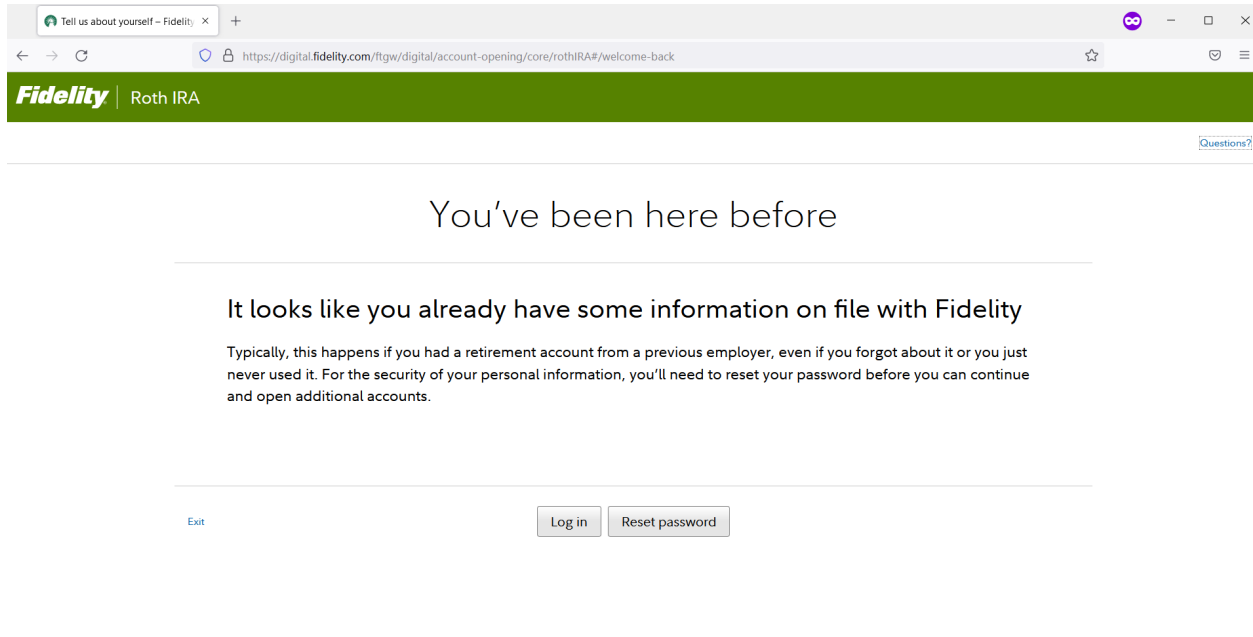
Exit Next



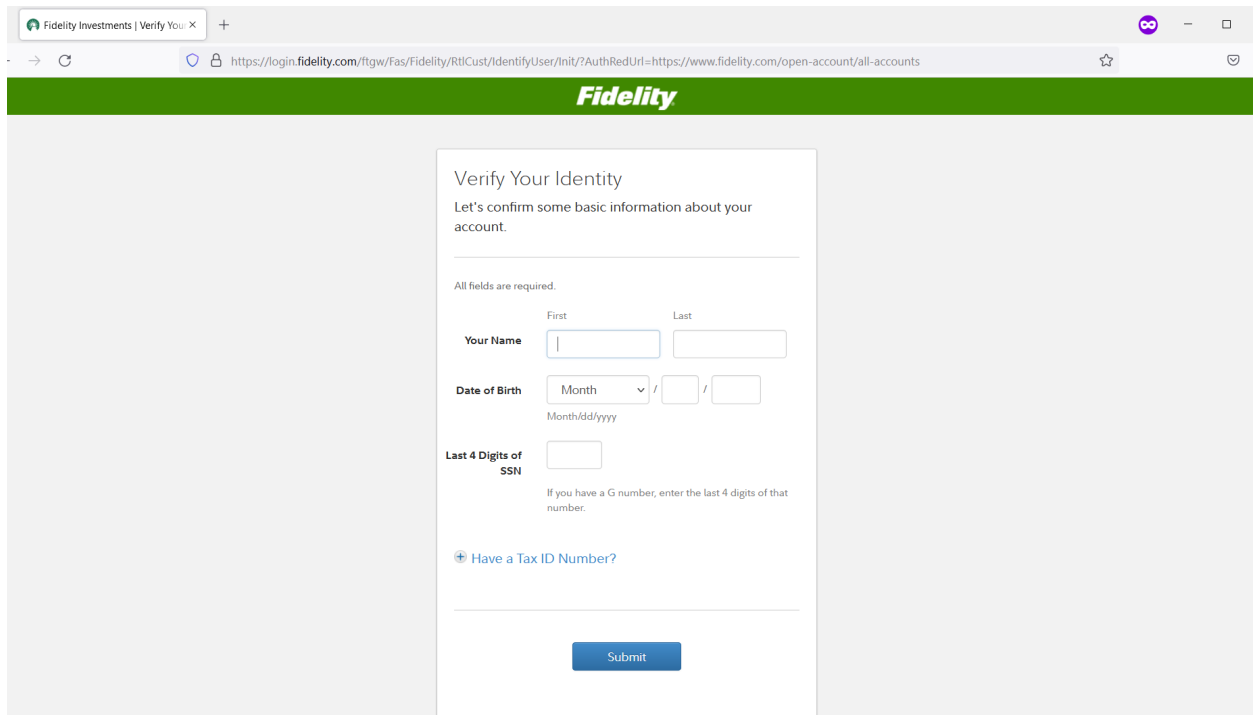
6) If you see this page, **you already have an account with Fidelity**. A previous employer may have created one for you.

Please reset your password on STEP 7 so you can finish setting up your ROTH IRA.

i. If you do **Not SEE THIS PAGE, proceed to step 8 and complete your job information**



7) Reset your password by verifying your identity





8) **Fill in your Job Information**, this does not have to be a 9 to 5 job.

Tell us about your job

Are you employed?

Employment status

Exit

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This is for persons in the U.S. only.

Tell us about your job

Are you employed?

Employment status

Employment details

Your occupation

Company name

Address line 1

Address line 2 (optional)

City

State



9) Answer the two questions below, for most people both should be NO

ZIP Code

Associations

Are you, or an immediate family member residing in the same household, employed by or associated with any of the following: a broker-dealer, stock exchange, exchange member firm, the Financial Industry Regulatory Authority (FINRA), a municipal securities dealer, or other financial institution? [?](#)

Are you, your spouse, or any of your relatives living in your home (at the same address), a member of the board of directors, a 10% shareholder, a policy-making officer, or someone who can direct the management and policies of a publicly traded company?

[Exit](#)

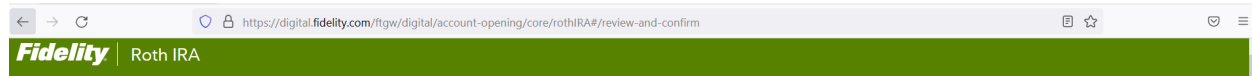


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10) Select a **CORE POSITION**, which is a savings account where your cash sits until it gets invested. Leaving it on the one selected, **Fidelity Government Money Market SPAXX** is totally fine.



Take a moment to review and confirm your information

Account details

Account type Roth IRA

Your core position Fidelity® Government Money Market Fund (SPAXX)

Your cash is invested in a mutual fund and earns daily dividends, which are paid to you monthly. [SPAXX prospectus](#)

FDIC-Insured Deposit Sweep Program (FDIC)

An interest-bearing position that is eligible for FDIC insurance [Sweep program disclosure](#)

The core position is where your funds are held before further investment. You may also have other choices available to you once your account is open. Whichever option you choose, you can always access your funds when you need them.

eDelivery Enrolled

By opening this account and providing your email address, you're agreeing to eDelivery of your account statements, trade confirmations, tax forms¹, and other pertinent documents for all your existing accounts². To view and manage your delivery preferences, once your account is opened, visit Customer service > Update your profile > Mail preferences.



11) Confirm all of your Personal Information, then click Open Account

Your personal information [Edit](#)

Name John J James
 Social Security number 5 [REDACTED]
 Date of birth January 1, 1990
 Phone number (4 [REDACTED] 6037 (Mobile)
 Email jo [REDACTED] t03@gmail.com
 Country of citizenship UNITED STATES
 Residential address 1 [REDACTED]
 Laurel, MD 20724

Your employment information [Edit](#)

Employment status Employed
 Occupation Truck Driver
 Company name ABC Logistics
 Company address 400 [REDACTED] St
 Linthicum Heights, MD 21090
 Investment industry association None
 Corporate control status None

Take a moment to review and confirm

https://digital.fidelity.com/ftgw/digital/account-opening/core/rothIRA#/review-and-confirm

Before you open your account

Please carefully read the following documents. By selecting "Open account" below, you agree to receive them electronically.

- Account Agreements and Disclosures (PDF), which includes the Customer Relationship Summaries for Fidelity Brokerage Services LLC (FBS) and for Fidelity Personal and Workplace Advisors LLC; the IRA Custodial Agreement and Disclosure Statement; Brokerage Retirement Customer Account Agreement; the FBS Products, Services, and Conflicts of Interest document; important information about investment advice for retirement accounts, privacy, fees, commissions, and the FDIC-Insured Deposit Sweep Program; Householding of Shareholder Documents; and the Trusted Contact Disclosure Document
- Terms & Conditions (PDF) governing your account
- Electronic Delivery Agreement (PDF), which is your consent to receiving certain account documents electronically rather than by US Mail
- SPAXX prospectus

The account established with this application is governed by a pre-dispute arbitration clause (PDF), which is located on the last page of the Fidelity Wealth Services Client Agreement. By selecting Open Account, you acknowledge the receipt of the pre-dispute arbitration clause.

When you select "Open account" below, you're electronically signing this application and indicating that you have received,⁵ understand, and agree to each of the required documents and disclosures above. If you can't access these documents, don't understand the information, or don't agree, please exit the application now.

Exit Previous Open account



12) Your account is now open, your account number will also be displayed when you enter the main dashboard.

[Questions?](#)

Congratulations, your account is open

Your account number is 242074829

Now, you'll set up your username and password to access your account online.

[Exit](#)

[Next](#)

13) Create a username and password so that you can log in to your account later on, this username and password can also be accessed via the Fidelity Mobile App.

Set up your password

Before you can fund your account, create a username and password to securely access your account online. Have questions? Please visit our [customer service](#) section for additional support options.

All fields required unless otherwise noted.

Create a username and password

Be sure not to include any personal information such as your date of birth or Social Security number.

Username

Use 6-15 letters or numbers, with no symbols or punctuation.

Password

Please use 6 to 20 letters, numbers, and/or special characters. Letters are case sensitive. [Show More](#)

Password Strength: Weak

Re-type password



Create a security question

If you forget your password, you will be presented with your security question to verify your identity and help you access your account.

- Select security question
- What is your personal security keyword or number?
 - What is the name of your best friend from high school?
 - What is the name of your favorite restaurant?

Answer

- What is the name of your first pet?
- What is the name of the model of your first car?
- What is the name of the street where you grew up?

[Exit](#)

[Next](#)

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Fidelity | Roth IRA

[Questions?](#)

Your username and password are established

Now that your account is open, you'll be able to roll over an old workplace plan or retirement account.

[Exit](#)

[Next](#)



14) If you get this screen, leave it checked for personal, non-business quotes.

Fidelity | Real-time Quotes Agreement Log Out

Sign-up for real-time quotes

To receive real-time quotes, the Exchanges ask that you complete the following steps.

Tell us if you will be using market data for professional or non-professional purposes:

I use quote data for **personal, non-business** use and am a non-professional subscriber.

I use quote data **primarily for business** use and/or meet one or more of the following criteria:

- I am currently employed or registered as an Investment Advisor.
- I am currently registered with FINRA, the SEC, and/or the CFTC, any state securities agency, or any securities or commodities exchanges or association.
- I am currently employed by a bank, insurance company, or other non-registered organization performing a job that requires the use of quote data.

[Exit](#)
[Review Agreement](#)

15) All the fine print and details.... You must agree to use the Fidelity Platform.

Fidelity | Real-time Quotes Agreement Log Out

Agree to terms

Download and read the Real-time Quotes Subscriber Agreement

TERMS OF USE

I. General Terms and Conditions

In addition to any other terms that may apply to Subscriber's use of or access to online services offered by Fidelity (where Fidelity refers to Fidelity Brokerage Services LLC, National Financial Services LLC, and/or one or more of their affiliates, as the context may require), which include access to market data from Fidelity and other parties (the "Services"), Subscriber hereby represents to and agrees with Fidelity to the terms of this agreement (the "Agreement") as follows:

Use of Market Data

1) Subscriber represents and agrees that the following statements are and will continue to be true for so long as Subscriber has access to the Services:

- a) Subscriber will not sell, lease, furnish, or otherwise permit or provide access to the market data or related content obtained via the Services ("Market Data") to third parties, including Subscriber's affiliated companies and entities, or to any other office or place;
- b) Subscriber will take reasonable security precautions to prevent unauthorized third parties from gaining access to the Market Data;
- c) Subscriber will not use, process, reproduce, adapt, modify, distribute or deal with the Market Data in any way, including the creation of derivative works, such as indices or databases, unless such use is in accordance with this Agreement or Fidelity and the relevant third parties that have licensed Fidelity to share their information via the Services ("Third Party Licensors") have first given their written consent to such use;
- d) Subscriber will not use the Market Data in any automated trading applications other than those made available by Fidelity unless Subscriber has the written consent of the relevant Third Party Licensor(s).



- Data") to third parties, including Subscriber's affiliated companies and entities, or to any other office or place;
- b) Subscriber will take reasonable security precautions to prevent unauthorized third parties from gaining access to the Market Data;
- c) Subscriber will not use, process, reproduce, adapt, modify, distribute or deal with the Market Data in any way, including the creation of derivative works, such as indices or databases, unless such use is in accordance with this Agreement or Fidelity and the relevant third parties that have licensed Fidelity to share their information via the Services ("Third Party Licensors") have first given their written consent to such use;
- d) Subscriber will not use the Market Data in any automated trading applications other than those made available by Fidelity unless Subscriber has the written consent of the relevant Third Party Licensor(s);
- e) Subscriber will not use the Market Data for any non-display use, including (but not limited to) establishing, maintaining or providing, or assisting in establishing, maintaining or providing:
 - i) a financial market for trading in financial products;

By selecting 'I Agree' below, you acknowledge that you have received the [Real-time Quotes Subscriber Agreement](#).

[Exit](#)

[Previous](#) [I Agree](#)

Confirmation

Thank you. You will now receive real-time quotes.

Based on your responses you will be designated as a **non-professional** subscriber, per exchange policy definitions. If your status changes, please update your agreement by going to "**Account Features**," then "**Brokerage & Trading**." Then select "**Real-time Quotes**" to make your changes.

[Close](#)

SECTION 2 – LINK ACCOUNT/ TRANSFER

16) If you are shown the below page, **Set-Up a One-Time Transfer from a Bank Account**.

- i. If you **DO NOT** see the page below, Keep scrolling down to finish connecting your bank

LINK BANK ACCOUNT+ TRANSFER MONEY

Transfer money in **one time**.

Fidelity Roth IRA

✓ About You > ✓ Your Account > ✓ Confirm > **Fund** > Next Steps

Fund Your Account

Your username and password are established. Your account is open and ready to fund, and your new account number is 231886938.

How would you like to fund your account?

- Set up a one-time transfer from a bank account.
- Set up a recurring transfer from a bank account.
- Roll over an old workplace plan or transfer an account from another firm.
- Download, print, and mail a paper transfer form.

Finished funding or want to fund later? [Go to account overview.](#)

Questions?
[Chat with a Representative.](#)

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Or you may see this below screen first.

If so, follow the arrow and select **transfer money from your checking or savings account**.

The screenshot shows the Fidelity website interface for a ROTH IRA account. The account balance is \$0.00. Under the heading "First, You'll Need to Set Things Up", there is a section "1. Fund your account" with the instruction: "It's easy to add money to your account. Start by choosing which way works best for you." Three options are listed: "Transfer from your checking or savings account", "Transfer IRA assets from another financial institution", and "Fund by check, wire transfer, or direct deposit". A yellow arrow points to the first option. To the right, there is an "Add Account Features" section with options like "Automatic investments", "Bank information to transfer money", "Direct deposit", "Checkwriting", and "Fidelity BillPay®".

Let's start with the basics

Which account do you want to move money from?

The screenshot shows a dropdown menu titled "From" with the text "Select one" and a downward arrow. The menu is open, showing two main categories: "Fidelity Accounts" and "Other Methods". Under "Fidelity Accounts", there is one option: "ROTH IRA (242074829)". Under "Other Methods", there are three options: "Link a bank to a Fidelity account", "Transfer an account to Fidelity", and "Send money with PayPal". A yellow arrow points to the "Link a bank to a Fidelity account" option.



Let's start with the basics

Which account do you want to move money from?

From

i Next, you'll follow steps to link a new bank.

[Exit to portfolio summary](#)



Continue

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Extra security step required

To verify your identity, select a phone number where you can receive a security code via:

 or 
Automated call Text message

For account safety, you can't use new contact info.

(xxx) xxx-6037

[Select this link if you can't receive a code](#)

Cancel

[FAQ](#) | [Security Terms](#)



Provided by



Select how you want to receive your security code

< Back

The code will be sent to (xxx) xxx-6037.

Text message
Mobile phones only. Message and data rates may apply.

Automated call
Call will come from area code 714.

Cancel Next

[FAQ](#) | [Security Terms](#)

We sent you a text message

Look for the security code we just sent to (xxx) xxx-6037 and enter it below.

Security Code

The code expires in 30 minutes.

[Didn't get the code? Request another one](#)

Cancel Next

[FAQ](#) | [Security Terms](#)

Link a bank account to easily transfer money

What transfer type would you like to enable for this account?

- Transfer types
- Electronic funds transfer (EFT)
Deposit and withdraw money from Fidelity. (Free)
 - Bank wire
Only withdraw money from Fidelity. (Bank fees may apply)

[+ Important details](#)

Which account would you like to link this bank to?

Certain types of Fidelity accounts are ineligible for EFT. [Learn more](#)

Fidelity account

Select the bank account you'd like to link

- Linked bank accounts
- Link a new bank
[Why don't I see all my linked bank accounts?](#)



Who owns this bank account?

Bank account owner I am the owner Someone else

Account type Checking or brokerage
 Savings
 Business

What's your bank information?

[Help me find this information](#)

Routing number

Account number

Re-enter account number

Account numbers match

Feedback

By selecting **Agree & Continue** below, you are acknowledging that you have read and agree to the [Terms & Conditions](#) for adding the electronic funds transfer (EFT) feature to your account, and have also reviewed the [Electronic Funds Transfer Disclosures](#).

By selecting **Agree & Continue**, you are also representing to Fidelity that you are the owner of the bank account noted above, that you are authorized to deposit money in and withdraw money from the account, and that Fidelity is entitled to rely solely on your direction in connection with such deposits and withdrawals regardless of whether there are other owners of the account in addition to you.

[View Terms & Conditions](#)

[Exit](#)

[Agree & Continue](#)



Success! Your bank account has been linked

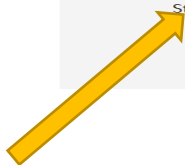
Your linked Fidelity accounts

Fidelity accounts ROTH IRA (██████████)
 ██████████

Your bank account details

Routing number ██████████
 Account number ██████████
 Bank name NAVY FEDERAL CREDIT UNION

Next steps



Transfer money now

Start transferring money to and from your bank account.



Review your linked bank accounts

Confirm details for banks you've previously linked to Fidelity accounts.



Set up automatic investments

Learn how to automatically transfer money to your Fidelity investment accounts on a custom schedule.

Let's start with the basics

Which account do you want to move money from?

From NAVY FEDERAL CREDIT UNION (**...)

[View your bank details](#)

Where will the money be transferred to?

Delivery times for this money can vary depending on the transfer method that's selected. [See estimated delivery times](#)

To ROTH IRA (██████████)

Est. delivery time: 1-3 business days

Total account value \$25,819.88

Enter your transfer details

Frequency Just once

Date 08/24/2021

Amount \$ 20.00

| | |
|-----------------------------|------------|
| 2021 contribution limit | \$6,000.00 |
| 2021 contributions to date | \$10.00 |
| 2021 remaining contribution | \$5,990.00 |

[Exit to portfolio summary](#)

Continue



There's one last step before submitting your transfer

Review your transfer details [Edit](#)

From NAVY FEDERAL CREDIT UNION (██████████)

To ROTH IRA (██████████)

Transfer type Electronic funds transfer (EFT)

Date Aug-24-2021

Amount \$20.00

[Exit to portfolio summary](#)

[Back](#) [Submit](#)

This is an electronic funds transfer from your bank to a Fidelity Account. If submitted before 4 p.m. ET, you will generally be able to withdraw your funds within 4 business days.

Your transfer request has been submitted!



Request submitted
Today



Money sent
1-2 business days

Your transfer details

Confirmation number 907-██████████

From NAVY FEDERAL CREDIT UNION (██████████)

To ROTH IRA (██████████)

Transfer type Electronic funds transfer (EFT)

Date Aug-24-2021

Amount \$20.00

Next steps



Track your transfer

Check the progress of your transfer by tracking it on the Activity & Orders tab in your Profile.



Transfer additional money

Reuse this same process to transfer more money to or from your Fidelity accounts.



Schedule automatic transfers

Easily transfer money between your bank and eligible Fidelity accounts on a monthly, yearly, or custom schedule.

[Exit to portfolio summary](#)



[Exit back to Dashboard](#)

CONFIRM MONEY TRANSFERRED SUCCESSFULLY

4. Check to see if the cash is available to trade.

The screenshot shows the Fidelity 'All Accounts' page. The top navigation bar includes 'Fidelity', 'CUSTOMER SERVICE', 'PROFILE', 'OPEN AN ACCOUNT', 'VIRTUAL ASSISTANT', and 'LOG OUT'. Below this are tabs for 'Accounts & Trade', 'Planning & Advice', 'News & Research', and 'Investment Products'. A secondary bar contains 'Trade', 'Transfer', 'Pay Bills', 'Add Note', and 'Quote'. The main content area is titled 'All Accounts' and includes sub-tabs for 'Summary', 'Positions', 'Balances', 'Activity & Orders', 'Planning', 'Analysis', 'Performance', and 'Statements'. The 'Balances' tab is active, showing a table of account balances as of 09/05/2021 2:57 PM ET. The table includes 'Total Account Value' at \$50.00 (+\$50.00) and 'Cash Available to Trade' at \$50.00 (+\$50.00). A 'Trading Profile' section is also visible at the bottom.

| | | Current | Change |
|----------------------------|--|---------|----------|
| + Total Account Value | | \$50.00 | +\$50.00 |
| + Cash Available to Trade | | \$50.00 | +\$50.00 |
| Settled Cash | | \$50.00 | |
| Cash Available to Withdraw | | \$0.00 | |

If not available, check back in **1-2 business days**.

SECTION 3 – BUY MUTUA



BUY STOCK / MUTUAL FUND

5. Go to **TRADE**, select **Mutual Funds**

The screenshot shows the Fidelity website interface. At the top, there's a navigation bar with 'Fidelity' logo and links for 'CUSTOMER SERVICE', 'PROFILE', 'OPEN AN ACCOUNT', 'VIRTUAL ASSISTANT', and 'LOG OUT'. Below this is a secondary navigation bar with 'Accounts & Trade', 'Planning & Advice', 'News & Research', and 'Investment Products'. A 'Trade' button is highlighted in yellow. The main content area displays a 'ROTH IRA' account summary. The account balance is \$49.99, and it shows a recent loss of \$0.18 (-0.36%). A message states: 'Your new account is open and ready to use. Get started with your account by following the 5 steps below to add money, name beneficiaries, and more.'

MUTUAL FUNDS IS SELECTED

The screenshot shows the Fidelity website with the 'Trade' dropdown menu open. The 'Mutual Funds' option is highlighted in yellow. The dropdown menu lists various investment options: 'TRADE Mutual Funds', 'Stocks/ETFs', 'Options', 'Mutual Funds', 'Fixed Income', 'Trade Armor', 'Conditional', and 'Baskets'. Below the dropdown, the 'Estimated value' is shown as \$50.00. A 'Preview Order' button is visible. The background shows the 'All Accounts' page with a balance of \$155.47 and a 'Go to Account' button.



IN THE **SYMBOL BOX**, TYPE IN **FXAIX**. In the Action box, SELECT **BUY**

The screenshot displays the SNSWEALTH trading interface. On the left, a 'Trade' window is open for the Fidelity 500 Index Fund (FXAIX). The account selected is a ROTH IRA (230544813) with \$20.96 cash available. The trade symbol is set to FXAIX, and the action is 'Buy' for a dollar amount of \$20.00. The estimated value is \$20.00. A 'Preview Order' button is visible at the bottom of the trade window. On the right, a portion of the account dashboard is visible, showing 'Accounts' with a balance of \$2,215.51 and a 'Go to Account' button.

IN THIS COURSE IS A **WHOLE VIDEO EXAPLINING** THIS INVESTMENT

LOOK FOR THE **COMPOUND INTEREST + FXAIX MUTUAL FUND** VIDEO



FXAIX: S&P 500 Mutual Fund - Save & Sip.pdf - Adobe Acrobat Pro DC (32-bit)

File Edit View Sign Window Help

Home Tools FXAIX: S&P 500 M... x

1 / 4 154%

Fidelity® 500 Index Fund (FXAIX)

NTF No Transaction Fee¹

Hypothetical Growth of \$10,000^{2,3} (11/30/2009-11/30/2019)

■ Fidelity® 500 Index Fund \$35,248 ■ Large Blend \$29,540

32.40K
27.00K
21.60K
16.20K
10.80K

2010 2011 2012 2013 2014 2015 2016 2017 2018 2019

The performance data featured represents past performance, which is no guarantee of future results. Investment return and principal value of an investment will fluctuate; therefore, you may have a gain or loss when you sell your shares. Current performance may be higher or lower than the performance data quoted.

Performance^{3,5,6} Average Annual Total Returns

Monthly (AS OF 11/30/2019) YTD (Monthly) 1 Yr 3 Yrs 5 Yrs 10 Yrs Life

Morningstar® Snapshot^{*4}

(AS OF 11/30/2019)

Morningstar Category Large Blend

Risk of this Category
LOWER HIGHER

Overall Rating ★★★★★

Returns
LOW AVG HIGH

Expenses
LOW AVG HIGH

*Data provided by Morningstar

Equity StyleMap^{®*7}

(AS OF 10/31/2019)

Trade Beta view ⋮ ✕

i This trade will be completed at the next available price.

Preview Order

| | |
|-----------------|-------------------------|
| Account | ROTH IRA (230544813) |
| Symbol | FXAIX |
| Description | FIDELITY 500 INDEX FUND |
| Estimated value | \$20.00 |

By clicking Place Order you are consenting to receiving the [prospectus](#) for this trade electronically through the link provided.

Place Order

Edit Cancel

Important Disclosure Information

OPEN AN ACCOUNT | V

Advice

Add

l Acco

Primary Position

\$2,215.51

Units (3 of 3)

Thank y

Now it's tim

Go to Acco

Fidelity GO -30.05 (-0.49%)



Trade
Beta view
⋮
✕

✔ Order received:
#I07HTPRS

✔

Order placed

Just now

↻

Trade executes

After next market close

💰

Cash debited from Core

1-2 business days

Manage Orders

View Positions

All Accounts

Summary Positions Balances

\$5,377.25

Accounts (3 of 3)

Thank you for continuing with us.

Now it's time to start using your new account.

[Go to Account](#)

SECTION 4 – AUTOMATIC

Fidelity CUSTOMER SERVICE | PROFILE | OPEN AN ACCOUNT | VIRTUAL ASSISTANT | LOG OUT

Search or get a quote

Accounts & Trade
Planning & Advice
News & Research
Investment Products
Why Fidelity

Trade
Transfer
Pay Bills
Add Note
Quote
Messages (2)

Customize <

All Accounts

\$50.00

AS OF 09/07/2021 4:30 PM ET

Retirement Accounts

ROTH IRA \$50.00

242083178

Add Non-Fidelity Accounts

Watch Lists

All Accounts

Summary
Positions
Balances
Activity & Orders
Planning
Analysis
Performance
Statements
Account Features

Account Features

+ Expand All - Collapse All Print

+ Payments & Transfers

Move money, pay bills, add debit cards or checkwriting.

+ Brokerage & Trading

Reinvest dividends, track cost basis, add margin or options.

+ Beneficiaries

⚠ View or edit the beneficiaries of your accounts.

+ Authorized Access & Account Registration

Grant others the right to view, manage, or have shared ownership of your accounts.

View and edit personal information and preferences in your profile

Additional Important Information:



Your scheduled transfers

Set up or manage automatic investments & recurring transactions.

i

You don't currently have any automatic transfers scheduled.

Ready to set up a recurring transaction?

Recurring transactions are one of the easiest ways to save, invest, and provide cash for every day spending. Your financial goals can help you choose which type is right for you.

Automatic investments

Moving money from your bank or Fidelity account's core (cash) position to invest on a regular basis may help you:

- grow a 529 college savings plan
- build savings in certain retirement accounts
- contribute to brokerage accounts for investment growth

Set up an automatic investment

Recurring transfers and withdrawals

Scheduling recurring transfers and withdrawals can help you:

- manage regular transfers between your Fidelity accounts
- grow your managed account investments
- plan to meet your required minimum distribution (RMD)

Set up a recurring transfer



Your scheduled transfers

Set up or manage automatic investments & recurring transactions.



Set up an automatic investment



Which account do you want to invest in?

Fidelity accounts

ROTH IRA (242083178) ▾

Where do you want to invest the money from?

Choose one This account's core position*

An external bank account

Cancel

Continue

* After opening a Fidelity account, a core position is established to process cash transactions like check deposits, electronic funds transfers (EFTs), and bank wires for your account. The core position holds all uninvested cash from deposits, or from securities which have been sold, and allows you to earn interest on that money.

When using automatic investments, cash transferred into your core position will be used to pay for any trades or investments into eligible Fidelity accounts.

Set up an automatic investment

Set up a recurring transfer



Accounts & Trade > Update Accounts/Features > Automatic Investments >

Set Up Automatic Investments

- Account Features**
- Account Access Rights
 - Account Ownership
 - ATM and Credit Cards
 - Annuity Asset Management
 - Automatic Investments**
 - Automatic Withdrawals
 - Bank Information
 - Bill Payment
 - Checkwriting and Deposit Slips
 - Cost Basis Information Tracking
 - Direct Deposit
 - Dividends and Capital Gains
 - Financial Profile
 - Full View@Maintenance
 - Margin and Options

For ROTH IRA (242083178)

Transfer From

NAVY FEDERAL CREDIT UNION (Account Number)

▪ **Want to add a bank? [Set up Electronic Funds Transfer](#)**

Takes only a few minutes; then return to set up Automatic Investments.

Transfer To

Your Brokerage Core Account **Amount**
\$

Or

Mutual funds you own* **Amount**
\$

\$ 150.00

Total **\$ 150.00**

* Funds with front end sales charges are ineligible.

Investment Schedule

If you've selected a transfer date that's two days or less from today, your first transaction won't process this month. You can expect your first transaction to occur on the next scheduled transfer date, either for the month or the quarter.



FIDELITY 500 INDEX FUND

\$ 150.00

Total \$ 150.00

* Funds with front end sales charges are ineligible.

Investment Schedule

If you've selected a transfer date that's two days or less from today, your first transaction won't process this month. You can expect your first transaction to occur on the next scheduled transfer date, either for the month or the quarter.

Day of month: 24

Frequency:

- Monthly
- Quarterly - 1st month (Jan, Apr, Jul, Oct)
- Quarterly - 2nd month (Feb, May, Aug, Nov)
- Quarterly - 3rd month (Mar, Jun, Sep, Dec)
- Create a custom schedule

Stop date:

- No stop date. (Automatic investments will be made on an ongoing basis unless you cancel schedule.)
- Stop automatic investments after: / / (mm/dd/yyyy)

You must maintain an adequate balance in your brokerage core position

If the cash needed to fund your automatic investment is not available in your core position, your scheduled transfer will be skipped. When this automatic investment is skipped for a second time, due to lack of available cash, the associated plan will be canceled.

Next >



Verify Automatic Investments Set Up

For ROTH IRA (242083178)

| Transfer From | |
|---|-----------------|
| NAVY FEDERAL CREDIT UNION (Account Number 7 [REDACTED]) | |
| Transfer To | |
| Mutual Funds | Amount |
| FIDELITY 500 INDEX FUND | \$150.00 |
| Total Dollar Amount: | \$150.00 |
| Investment Schedule | |
| Monthly on the 24th* | |
| No Stop Date | |

Automatic Investments Agreement

Automatic Investments in your IRA account will result in two sets of instructions being established - a transfer of funds from your bank to your core, then a separate transfer of funds from your core to the mutual funds in which you choose to invest. When making changes to your instructions, you will be required to update both sets of instructions.

I hereby authorize and request the custodian(s) of my IRA(s), Fidelity Management Trust Company, and its agents, affiliates, employees, or successor custodians ("Fidelity") to make contributions to the Fidelity IRA listed above upon my

Click "I Agree" to sign this electronic application, to acknowledge and agree to the above and to submit your information to Fidelity.

[Cancel and return to Automatic Investments Overview.](#)



[e Accounts/Features](#) > [Automatic Investments](#) >

Confirmation

Thank you, your instructions have been received.

Related Links

[View Bank Information](#)

For ROTH IRA (242083178)

| Transfer From | |
|---|-----------------|
| NAVY FEDERAL CREDIT UNION (Account Number [REDACTED]) | |
| Transfer To | |
| Mutual Funds | Amount |
| FIDELITY 500 INDEX FUND | \$150.00 |
| Total Dollar Amount: | \$150.00 |
| Investment Schedule | |
| Monthly on the 24th* | |
| No Stop Date | |
| Next Investment Date: 09/24/2021 | |

[▶ Set up automatic investments for another account.](#)

SUCCESSFULLY COMPLETED!

You're all set. Check out these additional videos included in your course

- Buying additional individual stocks INSIDE of your ROTH IRA.
- Setting up your beneficiaries.

Thank you for your support.

Please email us at SaveandsipDMV@gmail.com for any issues.