

IF YOU PAY TAX ON APPROX THIS AMOUNT IN 2011			YOUR COMBINED		TO MATCH A DOUBLE TAX FREE RETURN IN HAWAII OF							
Joint Return	Single Return	YOUR FED TAX RATE IS	FED & HI TAX RATE IS	1.00%	2.00%	2.50%	3.00%	3.50%	4.00%	4.50%	5.00%	5.50%
YOU WOULD HAVE TO EARN												
	\$50,000	25%	31.1%	1.45%	2.90%	3.63%	4.35%	5.08%	5.81%	6.53%	7.26%	7.98%
\$100,000	\$75,000	25%	31.1%	1.45%	2.90%	3.63%	4.35%	5.08%	5.81%	6.53%	7.26%	7.98%
\$150,000	\$100,000	28%	33.9%	1.51%	3.03%	3.78%	4.54%	5.30%	6.05%	6.81%	7.56%	8.32%
\$200,000	\$150,000	28%	33.9%	1.51%	3.03%	3.78%	4.54%	5.30%	6.05%	6.81%	7.56%	8.32%
\$250,000	\$200,000	33%	38.5%	1.63%	3.25%	4.07%	4.88%	5.69%	6.50%	7.32%	8.13%	8.94%
\$300,000		33%	39.0%	1.64%	3.28%	4.10%	4.92%	5.74%	6.56%	7.38%	8.20%	9.02%
	\$300,000	33%	40.3%	1.68%	3.35%	4.19%	5.03%	5.86%	6.70%	7.54%	8.38%	9.21%
\$400,000	\$350,000	35%	42.1%	1.73%	3.45%	4.32%	5.18%	6.04%	6.91%	7.77%	8.64%	9.50%
\$450,000	\$450,000	35%	42.1%	1.73%	3.45%	4.32%	5.18%	6.04%	6.91%	7.77%	8.64%	9.50%
\$500,000	\$500,000	35%	42.1%	1.73%	3.45%	4.32%	5.18%	6.04%	6.91%	7.77%	8.64%	9.50%
\$1,000,000+	\$1,000,000+	35%	42.1%	1.73%	3.45%	4.32%	5.18%	6.04%	6.91%	7.77%	8.64%	9.50%

Prepared by Lebenthal & Co. LLC March 2011 from sources believed to be accurate.

Using the yellow highlights as an example, run a finger across the row with your approximate taxable income, and another finger down a column with the tax-free yield you are considering. Do you belong in municipal bonds? Where your two fingers intersect is the answer: the amount that a taxable investment of comparable quality and maturity would have to pay you to match the muni.