



# STEPS IN FINANCIAL PLANNING

**1**

When setting financial goals, it is essential to consider both short-term and long-term aspirations. Short-term goals typically encompass targets that we aim to achieve within the next one to three years.

**2**

Understanding your current financial situation is a crucial step in the financial planning process. By assessing your overall financial health you can make informed decisions about achieving your goals.

**3**

Creating a budget allows you to understand your current financial situation. Conducting a thorough financial check involves assessing your income sources, including salary, investments, or any other sources of wealth.

**4**

Paying off debt is crucial and cannot be overlooked. It not only helps to alleviate financial stress but also lays the foundation for a solid financial future. Remember that tackling your debt requires discipline.

**5**

Saving for retirement is a crucial step in a financial plan as it ensures financial security during one's golden years. Retirement planning involves setting monetary goals and developing strategies to achieve them.

**6**

Investing wisely allows individuals to grow their wealth over time. However, it is important to approach investment decisions with caution and an understanding of one's financial objectives and risk tolerance.

**7**

Protect yourself from financial risks. While it may be impossible to predict or control every event in life, implementing measures to mitigate these risks is essential for safeguarding our financial well-being.

**8**

Once you have created a comprehensive financial plan, recognize that it is not static. Your financial plan needs regular reviews and revisions to ensure it remains aligned with your evolving circumstances and goals.