plan & act
Securing Your Financial Freedom

Financial Assessment Summary

Dear John,

Based on your information, you are at what we call **The Accumulation Stages**.

During the formative years we acquire our beliefs about money. During the accumulation years we put those beliefs into practice. To track progress through these stages we measure the ratio of our net worth to our gross income. Because we have different standards of living, using the ratio of our net worth to income is much more useful than comparing the size of our financial portfolios.

Where you are by wealth

Building the Foundation

Transition point	Becomes self-supporting & net worth less than annual income	
Key Ratio	Less than annual income	
Strategy	Five fundamentals of fiscal fitness	
Typical Asset Allocation	Interest earnings Equities	75% 25%
Typical Age	18-30	

Where you should be by age

Early Accumulation

Transition point	Net worth more than annual income	
Key Ratio	1-3 x annual income	
Strategy	Investing, Diversification & Functional Asset Allocation	
Typical Asset Allocation	Interest earnings Equities	50% 50%
Typical Age	30-40	

Questions? We're here to help! admin@planandact.com PlanAndAct PlanAndAct