

Personal Finance

CHEAT SHEET - EVERYTHING YOU NEED TO KNOW



1. Budget

Define goals, track spending ensure you are cash-flow positive.



2. Save

Make sure you have an emergency fund of at least \$1000 available.



3. Tackle Debt

Pay down any high-interest debts. (over 4% interest rate)



4. Invest

Build a diversified portfolio of assets to grow your wealth.



How to budget:

List all your fixed-cost expenses. Estimate your variable cost expenses. Track your spending. Monitor and adjust. It's all about goal setting and discipline.

Active vs. Passive Investing

"Time in the market beats timing the market"

Don't try to time up and downs. Make a plan and stick to it. Leave emotion and ego out of it.

The 4 Main Asset Classes

Equities

Stocks, ETFs, etc.



Closely linked to economic performance.

Commodities

Gold, Silver, Copper, oil, grain etc.



Crypto

Bitcoin, Ethereum, etc.



Digital Securities & Commodities

Real Estate

Land, Apartments, etc.
Large investment sums



Personal Finance Rules

1. 50/30/20 (Needs/Wants/Save)
2. Never invest more than you can afford to lose
3. Spend less than you earn
4. 3-6 month emergency fund
5. Diversify!
6. Understand Compound Interest