USAPANG PERA

USAPANG PERA

Timeframe, Budget and Sources of Income

Steps in Financial Planning

- Your financial starting point: Knowing where you are financially
- Set life goals and priorities
- Decide on timeframe and a budget
- Match life goals with source of income
- Implementing and monitor your progress

3. Decide on timeframe and a budget

- Appreciating government-mandated benefits
  - SSS/GSIS
  - PhilHealth
  - PagIBIG
  - OWWA
- Identifying expenses or costs involved in each financial goal
- Putting initial time frame estimate for each financial goal

Step 3: Decide on timeframe and budget

Life goal	Budget	Timeframe
Matiwasay na retirement	Mag karoon ng 50,000 monthly pension	25 years from now
Sariling bahay	Worth 1.5 million	10 years from now
Mapag tapos ang mg anak	1.2 million	8 – 12 years from now
Family vacation	100 thousand every two years	Starting this year

Budgeting rule

USAPANG PERA

Sir Vince's **pera mastery** rules

Sir Vince's pera mastery rules

- Use money as a tool to make others happy
- Get term and health insurance to manage external risks
- Save and invest as much as you can
- Use active income for needs, passive income for wants

USAPANG PERA

Sir Vince’s pera mastery rules

- At the minimum, follow the 5-15-20-60 budgeting rule
- Avoid getting non-productive loans
- When investing, do not lose value and your values

Emergency savings or emergency fund

- First line of financial defense
- 85% of Filipinos do not have adequate emergency savings
- Should be secure and liquid
- Emergency savings/fund goal = 9x to 12x of monthly expenses

Impact of inflation

- Reduces the purchasing power of money over time
- Increases future costs and expenses to maintain lifestyle
- Investment strategy to outpace inflation

ANG PAGYAMAN, NAPAG-AARALAN AT NAPAGTUTULUNGAN