
Financial Independence: Fundamentals for the Individual

19 March 2015

WINGS MoneyAct

1. Introduction

2. First Things First

3. Balance Sheet

4. Budgeting Basics

5. Life Stage Planning

6. Insurance Review

7. Investing 101

8. Writing My Will

9. Advance Medical Directive

10. Lasting power of Attorney

WINGS MoneyAct

High Impact

Wills

Budgeting

Moderate Impact

Bonding & Empowerment

Insurance

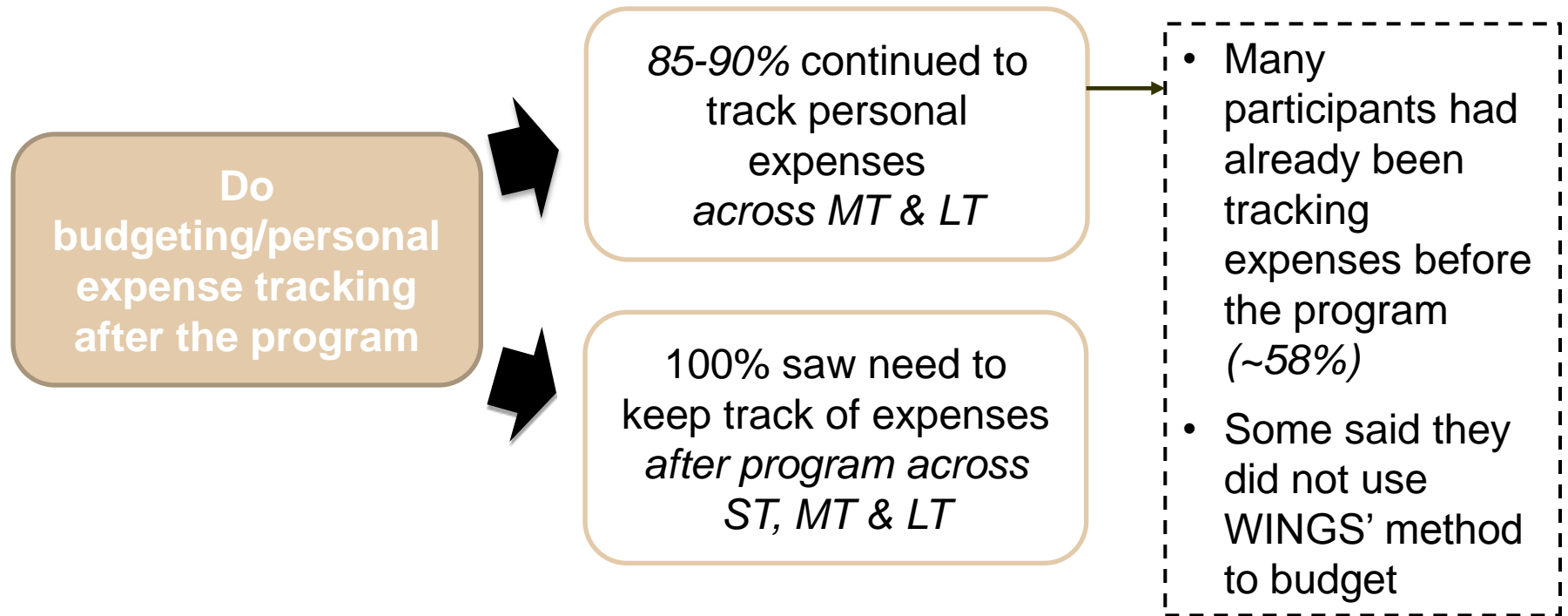
Low Impact

Investments

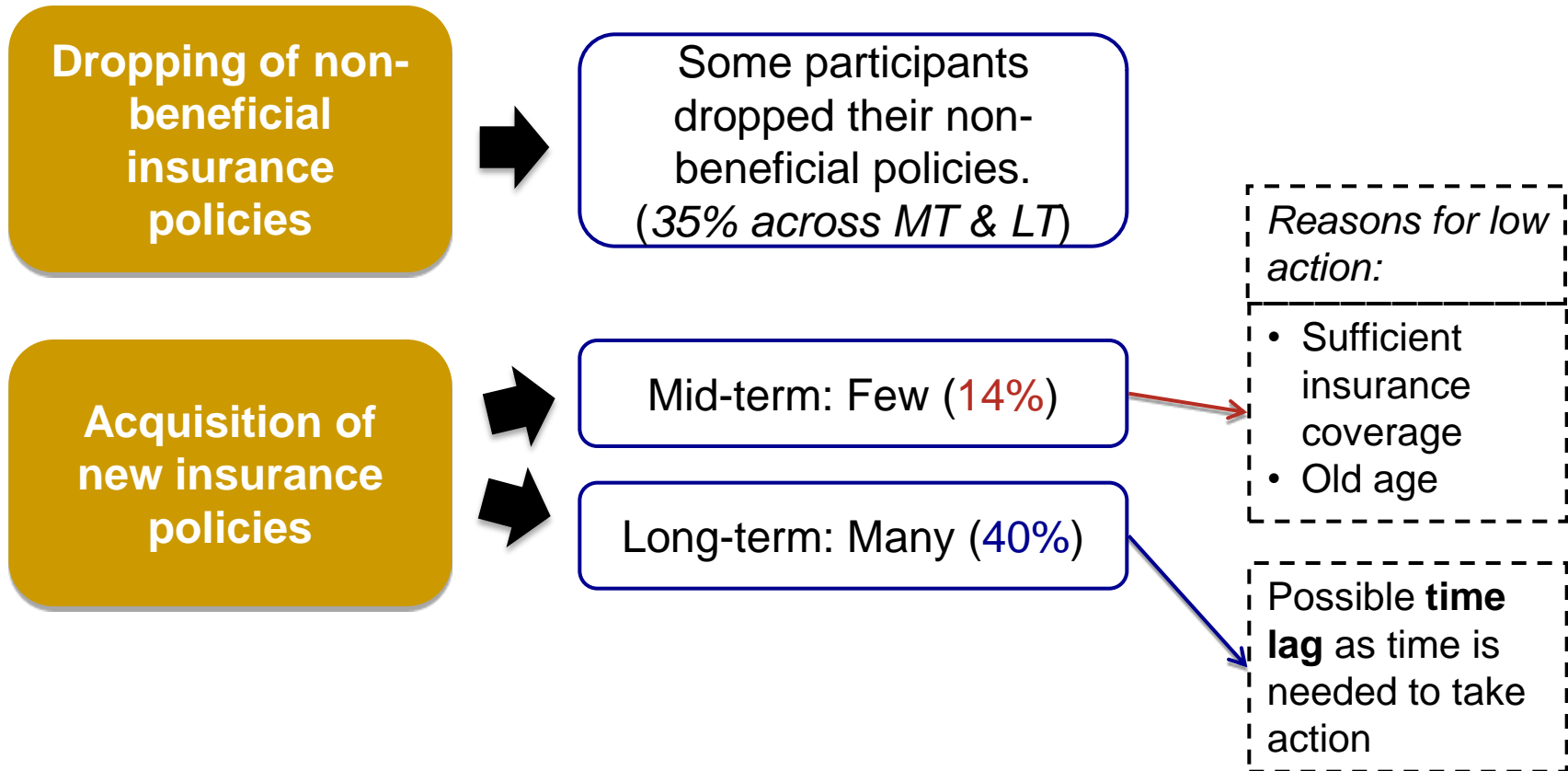
AMD & LPA

Balance Sheet

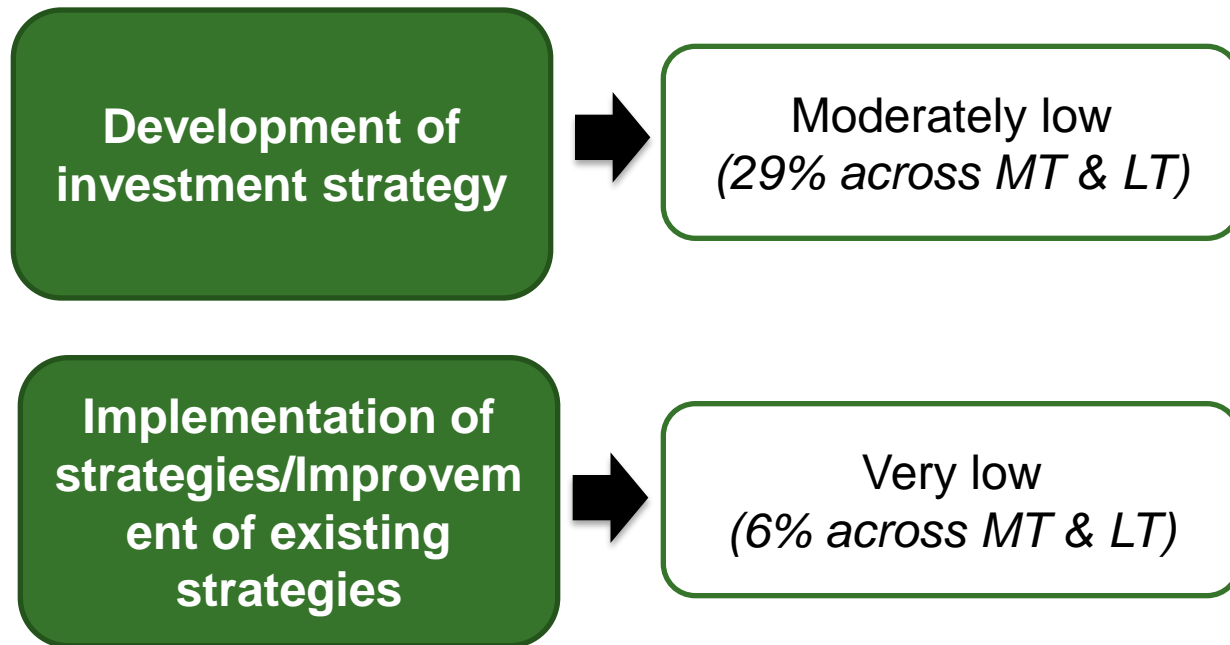
Budgeting: High Impact



Insurance: Moderate Impact



Investment: Lower Impact



Other benefits:

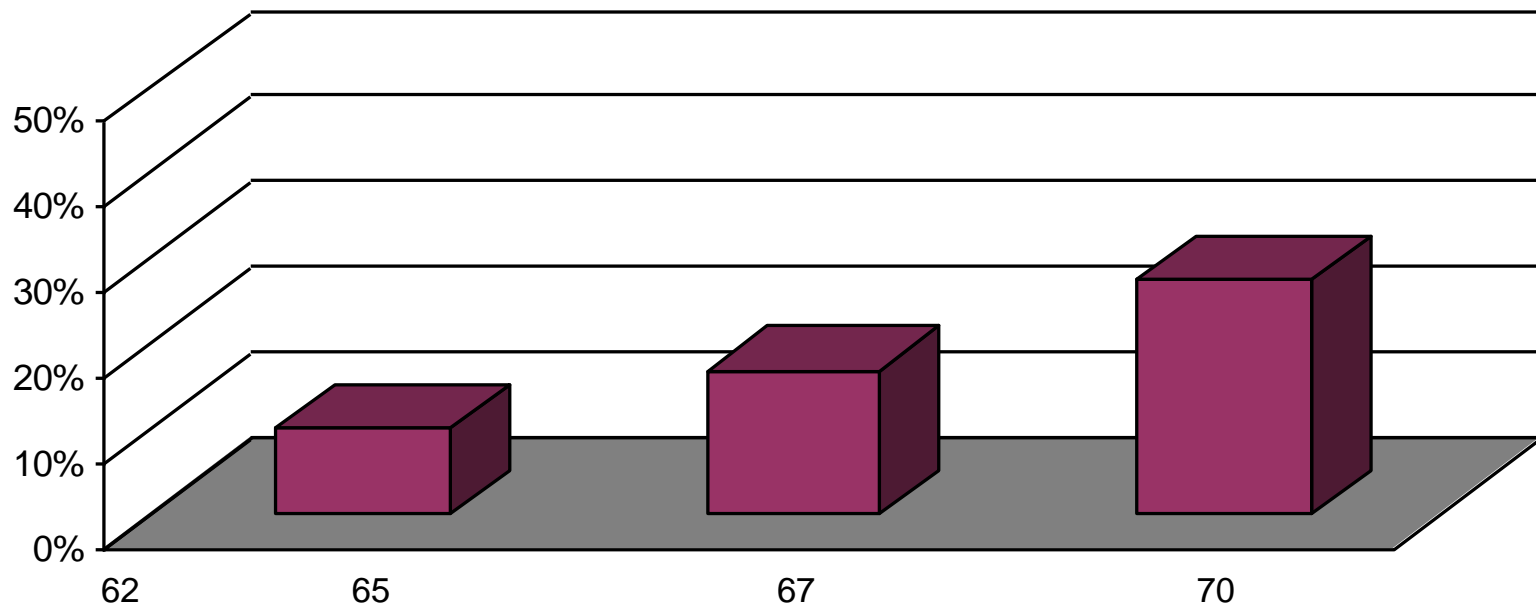
- Learnt not to invest in stocks that people recommended to be good
- Greater interest and diligence in managing my financials

Building retirement assets

- When should I stop working?
- How should I manage withdrawals from my savings?
- How can my savings sustain withdrawals?

Working Longer...

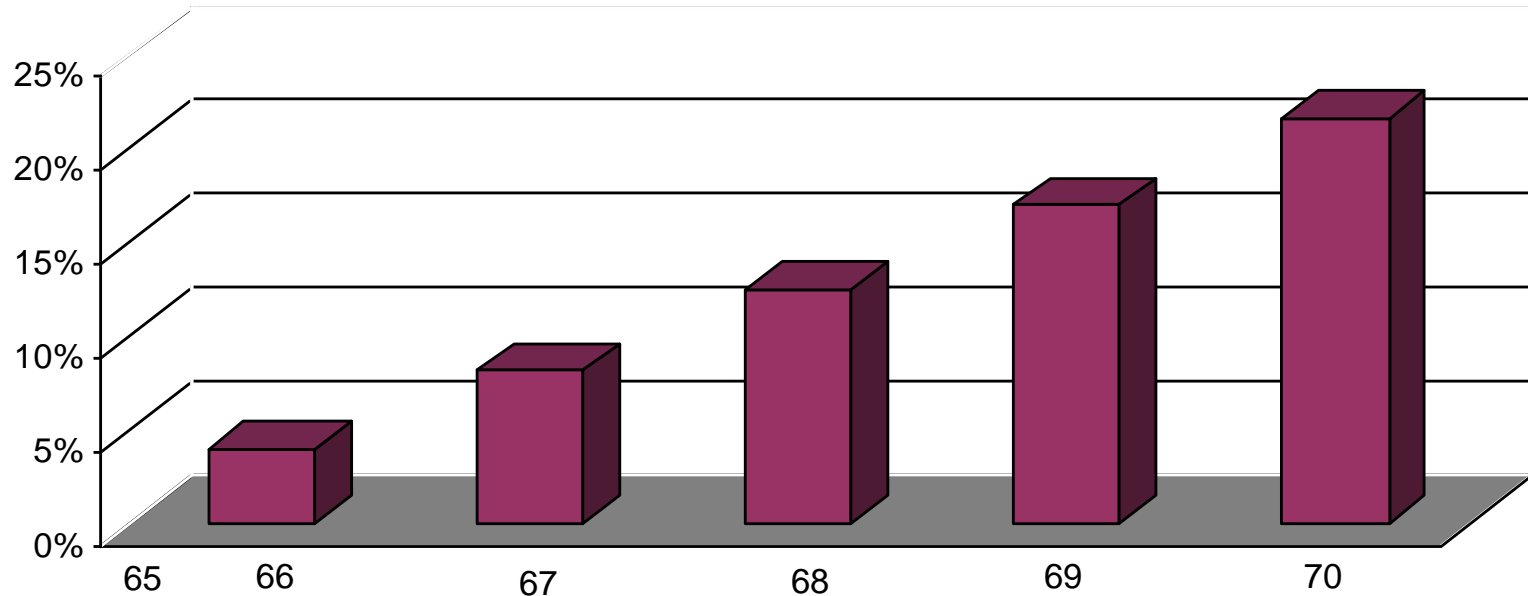
Effect on savings from working beyond 62



Assumes: Savings of S\$155,000 at 62;
Saves 20% of monthly income of \$1,500 per month;
Savings earns 1% per annum.

Managing Withdrawals...

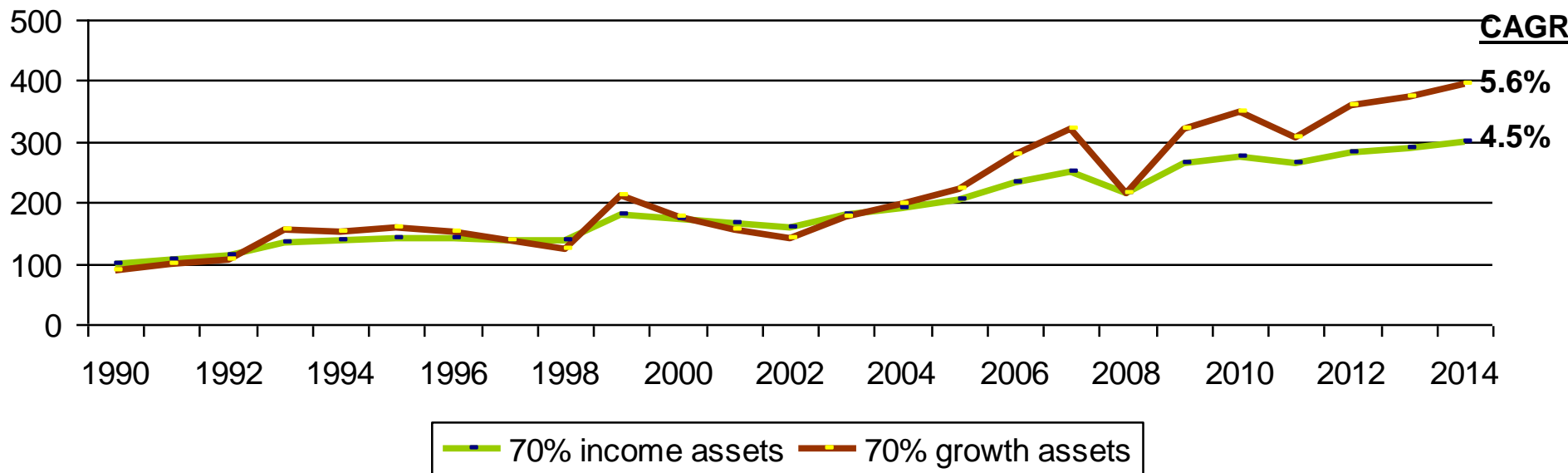
Effect of delaying withdrawals between 65 - 70



Assumes: Achieves savings of \$155,000 at 55;
Begins withdrawal at 65 of \$1,000 per month;
Withdraws lasts for 20 years
Savings earns 4% per year

Sustaining savings...

Effect of asset distribution on withdrawals



Assumes: Portfolio is distributed between income and growth assets;
Returns from income assets are from 5-year Singapore government bonds;
Returns from growth assets are from a basket of Singapore stocks.

Key decisions

- When should I stop working?
- How should I manage withdrawals from my savings?
- How can my savings sustain withdrawals?

Thank you for
your attendance