

Week 7 – Investing / Saving for Retirement

Proverbs 28:20 - A faithful man will abound in blessings, but he who hastens to be rich will not go unpunished
Ecclesiastes 11:2 - Give a portion to seven, and also to eight; for thou knowest not what evil shall be upon the earth.

Week 6 Review taken to heart

Investing

KISS Principle – Keep It _____

Never invest if you don't _____ it

“Risk comes from not knowing what you are doing” – Warren Buffet

Never Invest BORROWED money

Never invest simply for _____ breaks

Diversification – in finance is a risk management technique, that mixes a wide variety of investments

High the _____, Higher Reward – Lower the Risk, Lower the _____

Wise Counsel

Proverbs 15:22 Without counsel purposes are disappointed: but in the multitude of counsellors they are established.

Proverbs 12:15 - ¹⁵ The way of a fool is right in his own eyes: but he that hearkeneth unto counsel is wise.

Proverbs 24:6 - ⁶ For by wise counsel thou shalt make thy war: and in multitude of counsellors there is safety.

Types of Investments

Money Market

CD – Certificate of Deposit – set rate, and you can't withdraw it

Money Market Mutual Fund – great for emergency funds, low risk, little better return

Single Stock

High Risk

Part _____

Gain and loose value based on the companies performance and dividends, outside factors

Bonds

_____ to company

Interest rates tend to be the opposite of bond rates

Mutual Funds

_____ money together

Professionals are managing your money, fee are involved

Good _____ term investments

During any 5 year period, 97% made money

During any 10 year period, 100% made money

Open and Closed

Real Estate

Less Liquid

You need to have enough available cash to _____ in cash

At the mercy of the housing market

Annuities

Savings account through _____ company

Fixed, low interest rate

Investment that can be Money Pits

Gold

Commodities & Futures

_____ Trading – 88% of the people loose money

Proverbs 13:11 Wealth gotten by vanity shall be diminished: but he that gathereth by labour shall increase.

Retirement Goals

Finding ways to maximize your return on investment with the _____ paid in though taxes

Plan _____ so you can enjoy your retirement

Start _____, but don't put the cart before the horse

IRA – Individual Retirement Arrangement

Pension

401k

403B

457B

Retirement

Roll retirement into IRA when you leave a company

Direct Transfer

401, 403, 457

Fund even if they don't _____, pre tax

Never Borrow against your retirement funds

How to Fund your retirement – Fund 15%

Fund 401K up to Match

Roth fully

Back to 401K