

Seven Sins Of Wealth Creation

1. Lack of Planning

Fail to plan - plan to fail. Most people support lifestyle and never create Wealth – budgets!

2. Lack of Diversification

Investments partly protected when one element suffers and the whole investment benefits when one element is enjoying favorable conditions.

3. Too Much Risk

Investment is all about managing risk, not avoiding risk. Never invest money for tax advantage only!

4. The DIY Approach

Don't do it *all* yourself. Seek professional advice.

5. Concentrating on the Wrong Things

For example, someone paying \$60 per week on a cleaner for the house, but would not even consider paying \$3,000 for investment advice, even if it is tax deductible. Some people know the cost of everything and the value of nothing.

6. No Ongoing Management

If you cannot measure your progress, then you have no idea if you are winning or not! For example, if you have a loan up for renewal, do you simply renew it, or look for the best rate? Of you receive a bonus; do you pay out your home loan, or your credit card?

7. Lack of Action

Creating wealth or becoming financially independent is just an idea and remains just that; "All talk and no action!"