

Date
25/02/2025

B. Com Sem IV

* Meaning of Financial Planning :-

Financial Planning is the process of creating a comprehensive and tailored plan to manage one's finances effectively, achieve financial goals and secure financial well-being. It involves assessing an individual's or organization's current financial situation, identifying areas for improvement and developing a strategic plan to achieve financial objectives.

Financial Planning typically encompasses various aspects of personal finance, including -

- ① Budgeting and Cash flow management
- ② Saving and investing
- ③ Debt management and reduction
- ④ Risk management and insurance
- ⑤ Retirement planning
- ⑥ Estate planning
- ⑦ Tax planning.

The goals of financial planning is to create a personalized plan that helps individuals or organization's -

- ① Achieve financial stability and security
- ② Increase wealth and assets
- ③ Reduce financial stress and anxiety
- ④ Make informed financial decisions.