

# Net Worth Statement

## Elements of your Net Worth Statement

Before you can reach a financial goal, you need to know where you stand.

Your Net Worth is a reference point on your financial road map.

### ASSETS: WHAT YOU OWN



HOME



BANK ACCOUNTS



INVESTMENTS

**Your net worth is your assets minus your liabilities.**

The difference between all the things of value that you own and all the debts that you owe.

### LIABILITIES: WHAT YOU OWE



MORTGAGE



CREDIT CARD DEBT



LOANS

### Benefits of preparing a Net Worth Statement



#### MONEY MANAGEMENT

A net worth statement will help to identify the best sources for cash should you need it.



#### SAVING

Knowing precisely your net worth balance is a strong incentive to save.



#### FINANCIAL PLANNING

Net worth is an essential component of financial planning to help you to reach your financial and life goals.



#### INSURANCE PLANNING

Determining the worth of your valuables will be necessary to get the proper amount of insurance protection.



#### ESTATE PLANNING

Clarifying your net worth will help when deciding how your estate should be divided up.



#### BORROWING

If you need to borrow cash or arrange a mortgage, you will be required to provide an accurate net worth statement.

**Richard Vetter, BA, CFP, CLU, ChFC, CIM, CEA**

Certified Financial Planner

WealthSmart Inc.

604-241-4357 [rvetter@wealthsmart.ca](mailto:rvetter@wealthsmart.ca)



WealthSmart

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