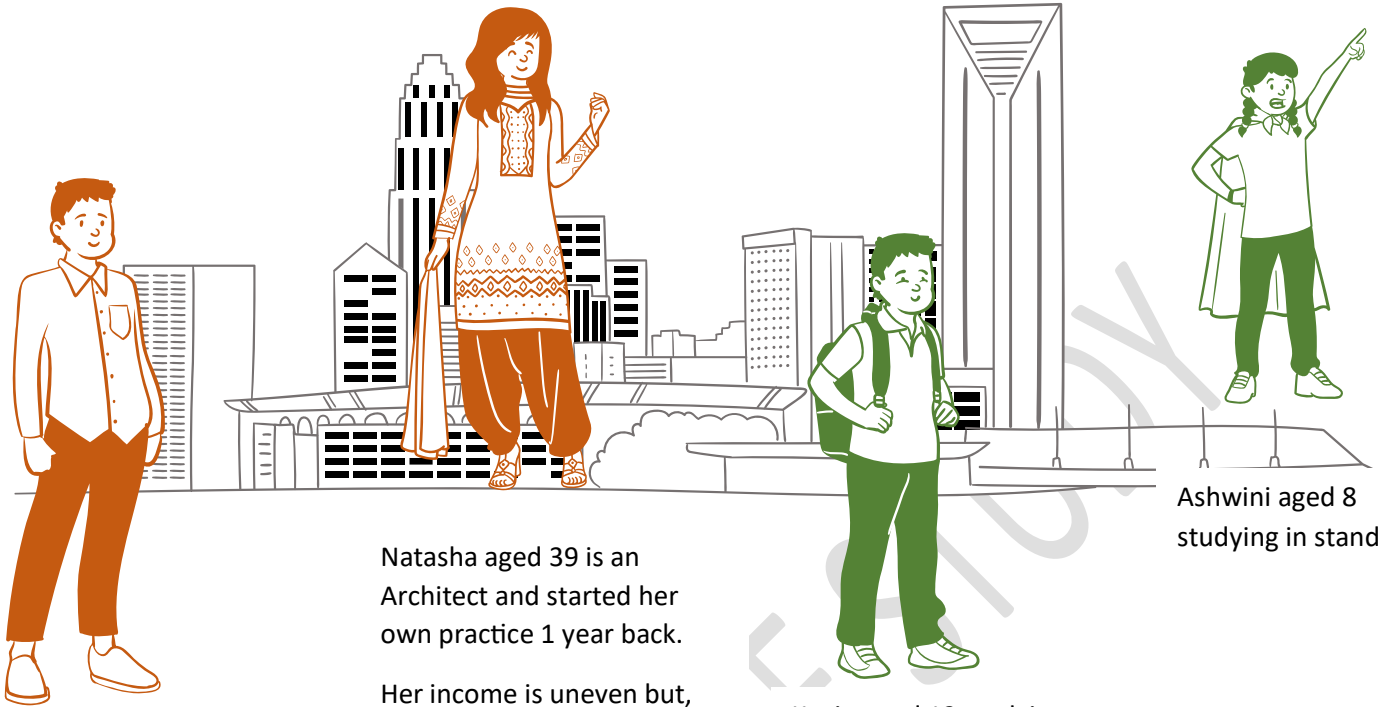


Personal Financial Plan Case Study



Natasha aged 39 is an Architect and started her own practice 1 year back.

Her income is uneven but, on an average, she makes 18 Lakhs per annum.

Kevin aged 12 studying in standard 6.

Ashwini aged 8 studying in standard 2.

Harshit Pradhan, aged 40 years, lives in Delhi and works in a Chief Marketing Officer (CMO) in a MNC company. He lives along with his wife Natasha, 2 kids named Kevin and Ashwini.

Harshit currently lives in an owned apartment. He earns INR 6.50 L per month in hand and annual incentive of INR 30 Lakhs (net of taxes).



Harshit's Father, Rajendra aged 76 years and Mother, Amita aged 69 years live in Noida and are not dependent on him. They have adequate health Insurance. Also, Natasha's parents are not dependent.



Sr. No.	His Expenses are:	Amount Spent
1	Living Cost	2 Lakh p.m
2	School fees for kids:	1 Lakh p.m for each kid to be paid till the age of 18
3	Home Loan EMI:	2 Lakhs p.m
4	Annual travel:	30 Lakh per annum
5	Festivals, Gifts & Electronics:	10 Lakh per annum



Sr. No.	His assets are:	Investor	Amount
1	Residential Flat in Delhi (Home)	Harshit	2.5 Crore
2	Jewellery (Personal)	Natasha	50 Lakh
3	3 BHK Flat (Investment Property in Noida). Also earns rent of 60,000 p.m net of taxes.	Harshit and Natasha	4 Crore
4	FD in Bank	Harshit	30 Lakh
5	PPF of Kevin (Maturing in 2029)	Harshit	18 Lakh
6	PPF of Ashwini (Maturing in 2033)	Natasha	12 Lakh
7	EPF (Employer & Employee Contribution-78k p.m)	Harshit	45 Lakh
8	Equity Shares (30 shares): <ul style="list-style-type: none"> Top 11 shares consist of 70% of the portfolio. Highest valued share consists of 13% of the portfolio. 	Harshit	3.4 Crore
9	Mutual Funds: (12 MF schemes)	Natasha	1 Crore



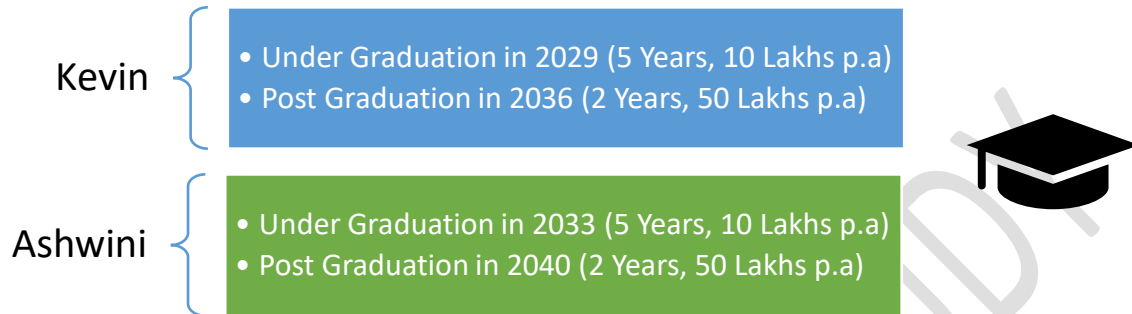
Their Liabilities are:				
Liability Name	Amount	Remaining Tenure	Interest Rate	Bank Name
Home Loan Outstanding	2,30,46,168	15 Years	8.50%	HDFC Bank



His goals are as follows in order of their priority:

1. Kids' education:

Harshit would like to plan for under graduation for both the kids in India, current cost of which is INR 10 Lakhs p.a for 5 years. He would like to provide for post-graduation abroad preferably in USA which will cost 50 Lakhs p.a for 2 years for Kevin and Ashwini after taking 2 year of work experience after graduation.



2. Retirement:

Harshit would like to retire at the age of 60 and Natasha would also retire in the same year. Apart from current expenses of 2 Lakhs p.m, he would like to provide 50,000 p.m for non-reimbursable medical expenditure and 30 Lakhs p.a for travel and social expenditure, total expenses comes to 60 Lakhs annually.



3. Kid's Marriage:

Harshit would like to plan for Marriage of both the kids when they turn 30 years of age and he would like to provide 50 Lakhs for the same in today's cost for each kid.



4. Start Up (Agri Tourism):

Harshit would like to start Agri Tourism in 2040 which will cost him Rs. 2.40 Crore today.



Harshit has taken following risk covers. He has a term insurance for INR 3.50 Crore (premium 50k p.a) and floater medical insurance covering himself, spouse and kids for INR 50 Lakhs (premium 42k p.a).?



Basis the risk profiling test conducted, Harshit's risk appetite is Moderately Aggressive.



ASSUMPTION

Plan Assumptions:	Assumed Asset Allocation						
	Self	Spouse	Debt	Equity	Int'l Equity	Gold	Real Estate
Retirement Age	60	59					
Life Expectancy	85	85					
Inflation Rate for Retirement Goal	06.00%						
Inflation Rate for Education & Marriage Goals	08.00%						
General Inflation	06.00%						
Returns Assumption:							
Returns on Corpus received from Insurance Payout	09:00%						
Returns – EPF	08.00%		100%				
Returns - PPF	07.00%		100%				
Portfolio Returns – Liquid/Arbitrage Funds	05.00%		100%	-	-	-	
Portfolio Returns – Debt Funds	05.00%		100%	-	-	-	
Portfolio Returns - Real Estate	06.00%		-	-	-	-	100%
Portfolio Returns – Equity Savings Funds	08.00%		70%	30%			
Portfolio Returns - Balanced Funds	11.00%		30%	70%	-	-	-
Portfolio Returns – NPS	09.00%		50%	50%	-	-	-
Portfolio Returns – Parag Parikh Flexi Cap Fund	11.00%		-	70%	30%	-	-
Portfolio Returns – Passive FOF Aggressive	11.00%		20%	50%	20%	10%	-
Portfolio Returns – Passive FOF Conservative	08.00%		50%	30%	10%	10%	-
Portfolio Returns - Equity Funds/Direct Equity	11.00%		-	100%	-	-	-
Portfolio Returns – International Equity Funds	11.00%		-	-	100%	-	-
Portfolio Returns - Gold & Jewelry	11.00%		-	-	-	100%	-

• All returns are assumed as net of Indian Income tax.