

## Financial Health Check Report of Mr. & Mrs. Akash & Sumitra

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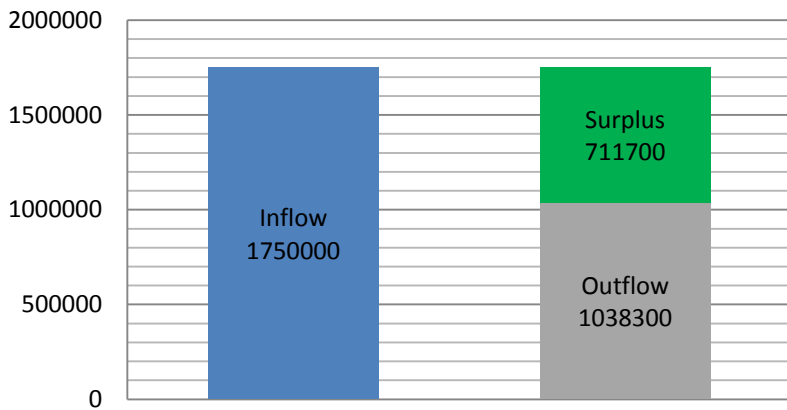
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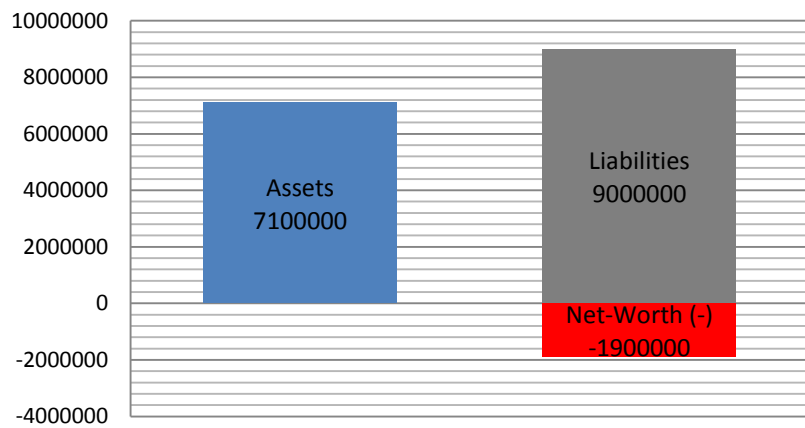
### Personal Details

Particulars	Akash	Sumitra
Age	34	30
Occupation	Job	Job
Life Expectancy	80	80
Dependents	( Son ), ( Daughter ), ( Father ), ( Mother )	

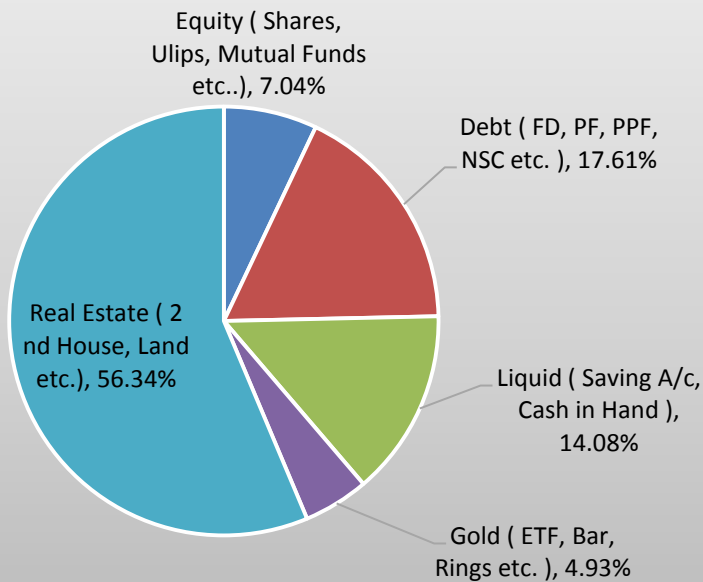
## Cash Flow Distribution



## Net - Worth Statement



## Asset Class Distribution



## Financial Ratios

Financial Ratio Category	Ratio	Benchmark Range
Basic Liquidity Ratio	11.6	Min 3.0 -Max 6.0
Expanded Liquidity Ratio	35.8	Min 12.0
Life Insurance Coverage Ratio (Akash)	0.71	Min 1.0
Life Insurance Coverage Ratio (Sumitra)	0.50	Min 1.0
Expense Ratio	0.31	Less Than 0.5
Debt Repayment Ratio	0.25	Less Than 0.4
Insurance Premium Ratio	0.03	Less Than 0.1
Recurring Liability Ratio	0.59	Less Than 0.80
Asset To Liability Ratio	0.79	>= 1.0

## Assumptions

1	Rate of Interest in the event of death	10%
2	Growth in Income - Akash	10%
3	Growth in Income - Sumitra	8%
4	Age at Retirement - Akash	55
5	Age at Retirement - Sumitra	45

## Insurance Recommendations

Life Insurance	Akash	Sumitra
Income Proportion	66.67%	33.33%
Personal Expense	200000	100000
Net Income to be Protected	800000	400000
Human Life Value	16800000	5293375
Additional Life Insurance Required	11800000	4293375
<b>Health Insurance</b>		
Total Recommended Health Insurance	1000000	
Additional Health Insurance Required	500000	
<b>Disability Insurance</b>		
Total Recommended Disability Insurance	10000000	5000000
Additional Disability Insurance Required	10000000	5000000

Observations	Suggestions for Corrective Action
Goals haven't been identified	You haven't identified your goals, so it is suggested that you should start thinking about your goals and other requirements so to plan it in a better manner. In the process take help of time line and check for amount required considering inflation.
Current level of liquidity is very good	You are having liquidity which is equivalent to your 11.5 months expenses, which is high as you have one FD which in any emergency will provide liquidity. Also, you may opt for Auto Sweep facility on SB A/c to increase interest income.
Financial Ratios are following standard benchmarks except Life insurance coverage ratios and Asset to liability ratio and you currently have a negative Net-Worth	Your total recurring liability is approx 60 % of your income which is a very good sign. So it becomes very important to channelize the surplus i.e. 40% in the right instrument after analyzing your future needs. This will also help you to cover up the negative net-worth over a period of time through accumulating more financial assets.
Investments are reasonably well diversified	Seeing your life stage your investment are diversified in different asset classes. The excess liquidity available currently may be channelised into appropriate asset classes to create better balance ( This would be further dealt in a more scientific and structured manner through an inside out approach in our comprehensive engagement.)
Have acquired couple of inefficient insurance policies	Since 3 premium has been paid, you may make those policies paid up i.e. you may stop future payments. Also, in future don't buy insurance policies which are clubbed with investment due to their high administrative and management charges. Moreover, they fetch very less return in long run and have high level of inflexibility.
Life insurance is inadequate	When calculated scientifically your additional insurance requirements is coming to Rs. 1.2 Crore and 43 Lakhs respectively which may be implemented at the earliest. (This needs to be done only if you have decided NOT to go in for a comprehensive financial planning exercise, in which the adequate amount based on essential financial goals would be derived with further optimization of insurance laddering approach).
Health and Accidental Disability insurance are inadequate	It is highly recommended to have an independent health insurance policy to the extent of 5L for your family . Further you can avail tax benefits on the premium paid u/s 80D. It is also suggested to go for accidental disability insurance cover of 1 Crore and 50 Lakhs respectively.
Parents are not adequately insured	It is highly recommended that you opt for an independent health insurance policy for your parents of Rs.3L. Further you can avail tax benefit on premium paid u/s 80D.
<b>Your Financial Road Map</b> :- Considering your life stage and future needs, it is advisable to upgrade yourself to FinMAP- Elite as an appropriate Financial Planning Model.	
<b>End Of the Report</b>	