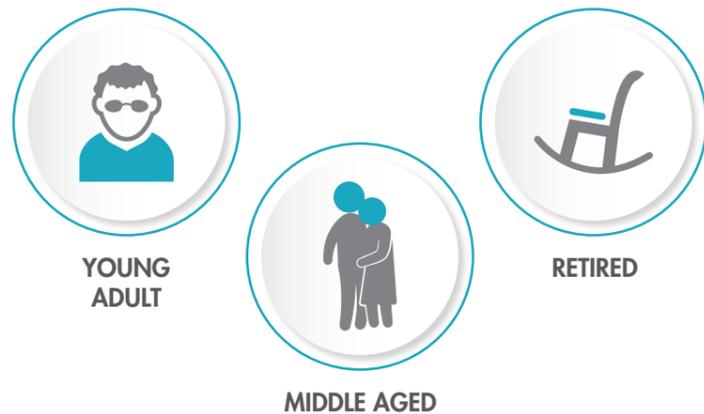


INVESTING DECISION TREE

1.

DECIDE WHAT STAGE OF LIFE YOU ARE IN

The three portfolio phases an individual travels through are:



Decide what stage of life you are in and what stage you are moving towards, as this will determine the detail of how you make up your portfolio.

2.

DECIDE ON THE TYPE OF PORTFOLIO YOU WANT

The three types you can create are:



Generally, as individuals move through the three life stages, they will also move through the three portfolio types. In an ideal situation, a young person would have a portfolio set up specifically to gain capital growth. As they move through life, the portfolio will change until retirement, where it will be aimed at gaining income rather than growth.

3.

CONSTRUCTING THE PORTFOLIO

The three portfolio phases an individual travels through are:



Note that none of the three points mention buying or selling shares, or what type. This is because what you buy and sell is a direct reflection of what you decide in steps one and two.

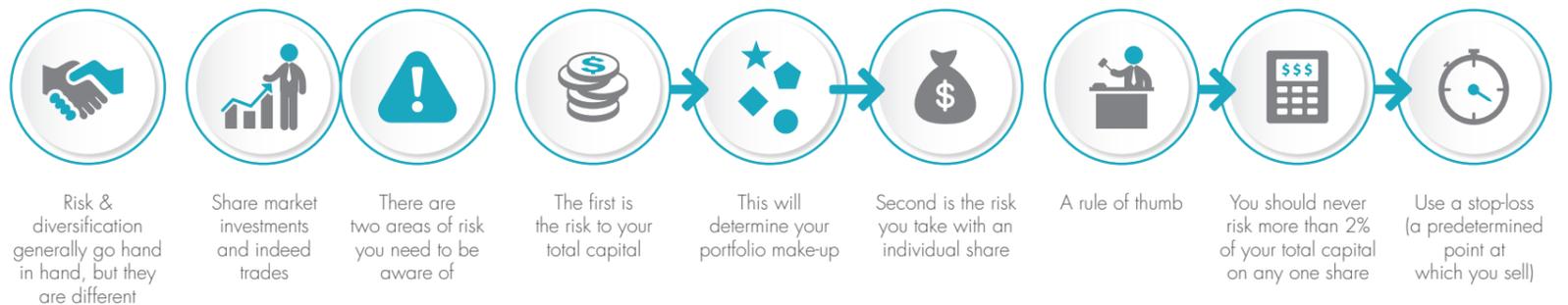




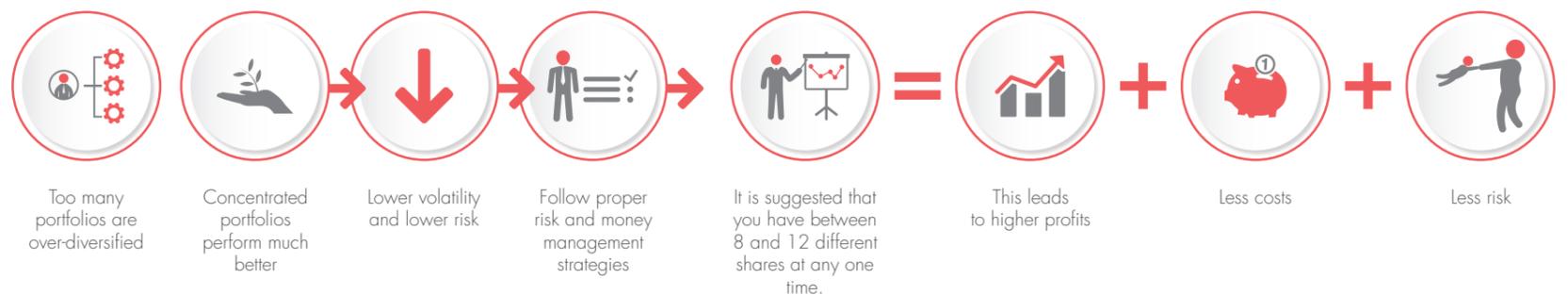
MONEY MANAGEMENT



RISK



DIVERSIFICATION



NOTE.

When creating a share portfolio, you can do it yourself or you can have a broker or bank create and manage it for you. If you decide to use a broker, remember they will charge you a fee to do this so you must ensure you choose wisely so that you don't end up earning just enough to pay the broker or bank.