

MANAGE YOUR MONEY



Topic: Planning personal needs and budgeting

What is meant by a budget?

A budget is a plan used to project future income and expenses. All individuals should prepare a budget to track his monthly income and expenses.

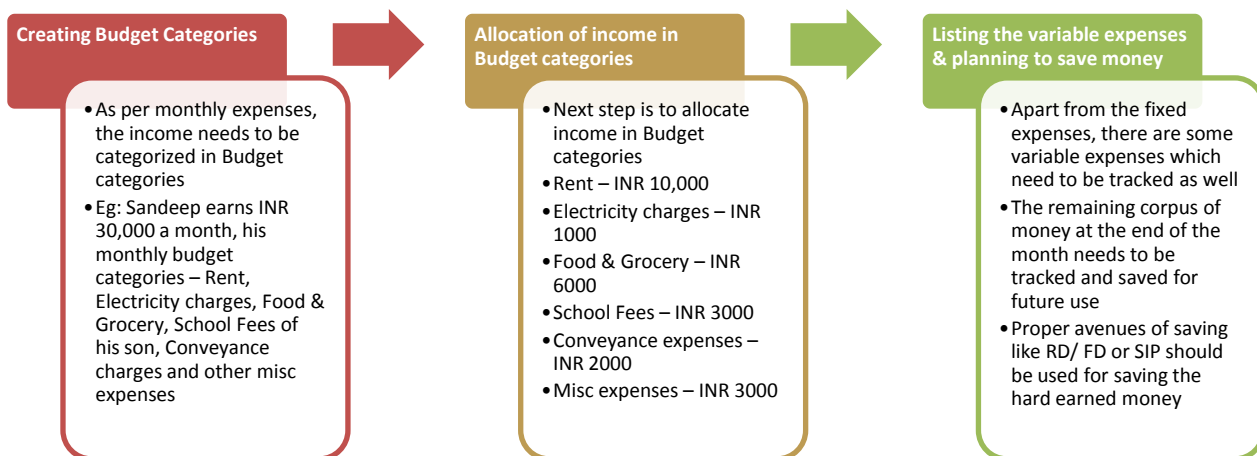
Who Needs Budgeting?

Every family that spends on products and services & earns an income needs to budget from time to time.

Why Budget?

Budgeting can help one to know exactly what they have and how much of it they can spend without compromising on their savings. By budgeting, one can make sure that he/she has enough for a rainy day. With a budget in place, one can control the way they spend money, thereby making it more purposeful and long lasting.

Process of preparing a monthly budget



Example of preparing a monthly budget



Particulars	Amount
Monthly Income	INR 30,000
Budget Categories	-
- Rent	INR 10,000
- Electricity Charges	INR 1000
- Food & Grocery	INR 6000
- School Fees of Son	INR 3000
- Conveyance charges	INR 2000
- Other Misc expenses	INR 3000
Net monthly savings	INR 5000