



Wealth Care LLC Monthly Commentary-November 2016

Investment Thoughts

Investment management is about asset allocation, expected returns, risk tolerance and time horizons.

Financial advice is about making wise choices about the use of debt, setting up college savings plans, tax efficiency, estate planning and ensuring your insurance needs are taken care of.

Investment management is about managing *investments*.

Financial advice is about managing *investors*.

Investment management is about portfolio construction and risk management.

Financial advice is about comprehensive financial planning and emotional management.

Investment management is about measuring portfolio performance by comparing results to predetermined index benchmarks.

Financial advice is about measuring your performance against your true benchmark — your goals.

Investment management is about allowing your money to work for you to help you reach your financial goals.

Financial advice is about helping people define their goals, dreams, desires and fears.

Investment management is about creating a process that guides your actions in a wide variety of market environments.

Financial advice is about implementing a plan and making corrections along the way as life or market and economic forces intervene.

Investment management is about creating a portfolio that can survive severe market disruptions.

Financial advice is about creating a financial plan that can survive severe life disruptions.



Investment management deals with financial capital.

Financial advice deals with human capital.

Investment management is about growing and/or preserving your wealth.

Financial advice is about understanding why money is important to you personally.

Investment management is about where to invest a lump sum.

Financial advice is about how and when to invest a lump sum.

Investment management is about asset allocation.

Financial advice is about asset location.

Investment management is about tax loss harvesting.

Financial advice helps you understand your own personal tax situation.

Investment management is about creating policies to guide your actions in the face of economic and market uncertainty.

Financial advice is about helping people make better decisions with their money in the face of uncertainty that is impossible to reduce.

Investment management helps you understand how much you need to earn on your investments meet your future spending needs.

Financial advice helps you understand how much you need to save meet your future spending needs.

Investment management helps you figure out where to take your money from when you need to spend it.

Financial advice helps you figure out where to spend your money in a way that makes you happy.

Investment management helps you grow your savings to meet future consumption needs.

Financial advice helps you plan and budget for future consumption needs.



Investment management is about creating a long-term process to guide your actions in the markets.

Financial advice is about creating systems that allow you to spend less time worrying about your money.

Investment management is about reducing the anxiety that comes from the volatile nature of the markets.

Financial advice is about reducing the anxiety that comes from making important decisions with your money.

Investment management involves growing your wealth so some day you can become wealthy.

Financial advice involves figuring out what a wealthy life means to you.

-- Ben Carlson

Beware of Cyberfraud

Some of the Wealth Care LLC family have forwarded me suspicious emails and I have received many myself.

A significant sign of fraud is the presence of a link to click on. No bank or other financial institution should send you an email with links. If you need to check on an issue, you should instead log in on a new browser window and directly to the institution.

Also, if your computer starts talking to you and telling you that you have a virus and should call a phone number to fix it-ignore it and just restart the computer.



Miscellaneous

How Old Are You?

A member of the Wealth Care LLC family sent in the following “age” tests:

The first is just a life expectancy calculator, commonly used to determine life insurance actuarial calculations. However, it is very well validated from a U Penn data base of 400,000 people. It takes less than 5 minutes to complete. You must sign up with an email address, but can opt out of any promotions, and it is free.

The second one is a biological age calculator, also based on sound science and statistics. It lets you know your biological age relative to chronologic age. It is a bit more involved and takes about 15 minutes to complete. You also must sign up with an email address, but can opt out of any promotions, and it is also free.

Combine the two together, and you get not only information about your expected longevity, but also some information about the current quality of your health and life, and how to enhance both.

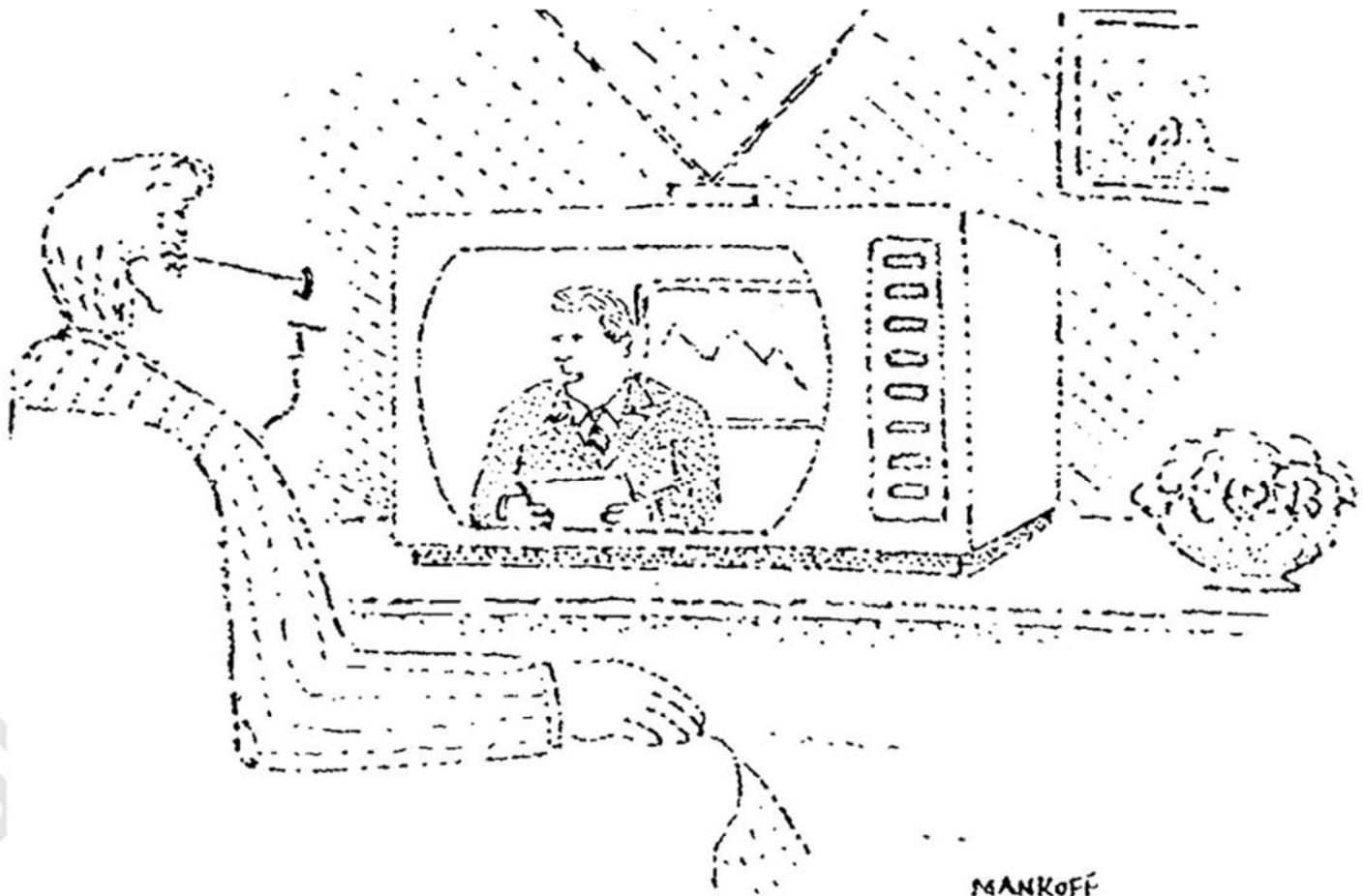
<https://www.myabaris.com/tools/life-expectancy-calculator-how-long-will-i-live/>

<https://www.sharecare.com/static/realage-test>

The Five Best TED Talks?

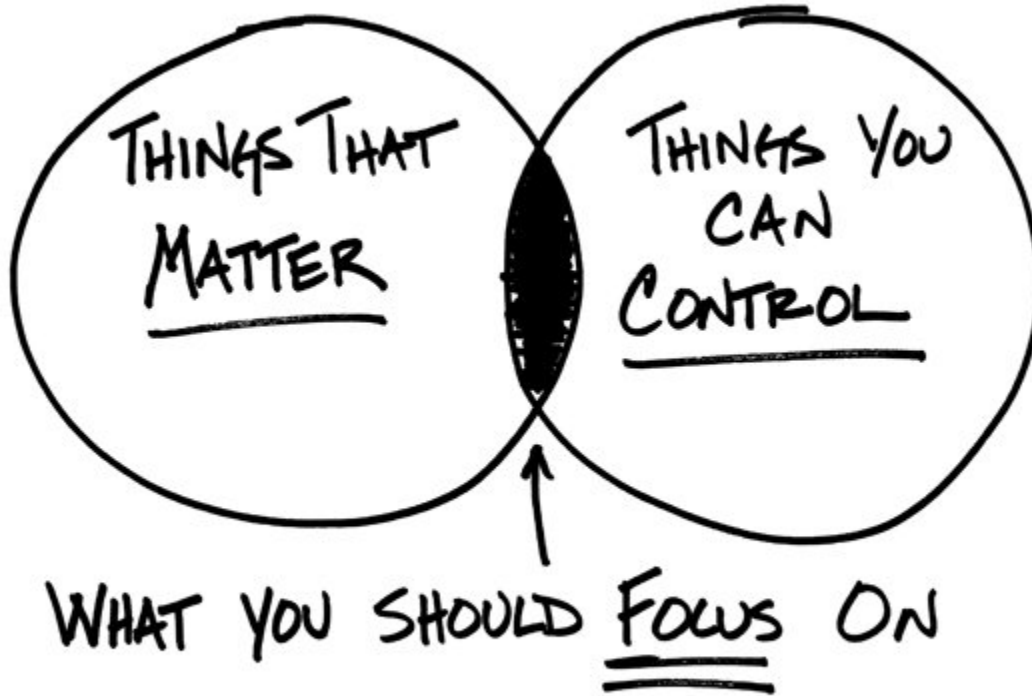
<http://www.inc.com/jessica-stillman/these-are-the-5-best-ted-talks-ever-according-to-the-guy-who-runs-ted.html>

Random Notes



“On Wall Street today, news of lower interest rates sent the stock market up, but then the expectation that these rates would be inflationary sent the market down, until the realization that lower rates might stimulate the sluggish economy pushed the market up, before it ultimately went down on fears that an overheated economy would lead to a reimposition of higher interest rates.”

*Drawing by Mankoff: @ 1981
The New Yorker Magazine, Inc.*



BehaviorGap.com



LIBERTARIANISM IN THEORY



LIBERTARIANISM IN PRACTICE



SOCIALISM IN THEORY



SOCIALISM IN PRACTICE

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