

Integrating Risk Management to Personal Financial Planning Life Cycle

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Abstract

People are exposed to wide-ranging risks across different phases of their life cycle. These risks in turn have major financial implications on people's wealth creation, wealth preservation and wealth distribution aspirations. While existing studies on the subject of personal financial planning life cycle focus primarily on insurance and investment related risks, there is not much literature available that explicitly addresses the issue of integrating risk management framework to the whole spectrum of personal financial planning life cycle. This conceptual paper aims at critically examining the risks faced by people in the process of asset creation, asset protection and asset distribution and suggests ways of integrating risk management framework to personal financial planning framework in attaining life-long financial freedom.

Key words: Risk management, Personal wealth, Financial planning life cycle, Asset (wealth) creation, Asset (wealth) protection, Asset (wealth) distribution

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