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FAMILY
WEALTH
101
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COVERING THE COST OF UNIVERSITY

IT'S AS EASY AS 1,2,3



"EDUCATION IS THE MOST POWERFUL
WEAPON WE CAN USE TO CHANGE THE WORLD"

- NELSON MANDELA



Welcome

to the Family Wealth 101
Guide to covering the cost of
University.

If you plan ahead it's really not as painful as you may think, and believe me, the worst thing you can do is bury your head in the sand because it's coming, whether you like it or not.

You clearly want the very best for your children, hence the reason you're here, but what does that exactly mean?!?

My wife gave birth to our twin boys, Henry and Jasper last summer so this is something we have recently shifted our own attention to.



**“YES! OF COURSE
I WANT THE VERY BEST FOR THEM!!”**

But what does that actually mean? Is it buying them a house when they hit 18? A sporty little hatchback? Or does it mean giving them the greatest gift of all, the gift of education.

How much does University cost these days?



PLACE OF STUDY	CURRENCY	TUITION FEES	ACCOMODATION	LIVING COSTS	TOTAL PER YEAR	4 YEAR COST
UK	GBP	£9,250	£4,875	£8,990	£23,115	£92,460
CANADA	CAD	\$6,571	\$6,000	\$15,050	\$12,571	\$110,484
USA	USD	\$33,215	\$10,440	\$12,600	\$43,655	\$225,020
AUSTRALIA	AUD	\$29,235	\$18,000	\$19,830	\$47,235	\$268,260

*Source - Times Higher Education

Don't just take my word for it, go and check it out for yourself.

The above costs are the average, and assume that your child is not going to the likes of Harvard or Cambridge, and that they're classed as a home student, which may not necessarily be the case, obviously depending on where they study and what passport they hold AND where you (i.e. the parent) are resident at the time

Let me clarify, my wife and I are British born and bred, our children are British, but if we send them to the UK to study and we are still residents overseas, or even if we go back just before they go to Uni, they may be classed as International students - which can triple the fee's turning a total cost of £93,460 into an eye watering £166,460 for a 4 year course.

But for now lets assume your children are granted home student status.

STUDENTS IN DEBT

*"My kids can get a loan like I did,
I didn't get a hand out,
so why should they?"*

- The average student left University in the UK in 2017 with £73,000 worth of debt (before they've earned a penny!!!)
- Survey's show the number 1 worry students faced in 2017 was finances
- November 2018 – interest rates on UK Student loans increased by a third to 6.1%/year.
- Student loans are only available to students who have lived in the UK for at least three years prior to starting their course (i.e. finished school and have done their A-Levels there).

FUTURE COST OF STUDYING IN THE UK

If your kids aren't 18 years old yet you also need to factor in the rising cost of education and their living expenses:

AGE OF CHILD TODAY	TOTAL COST INCLUDING INFLATION*
15yrs	£99,569
10yrs	£112,653
5yrs	£127,457
Newborn	£144,206

*assuming 2.5% inflation and child starting University at 18 years of age

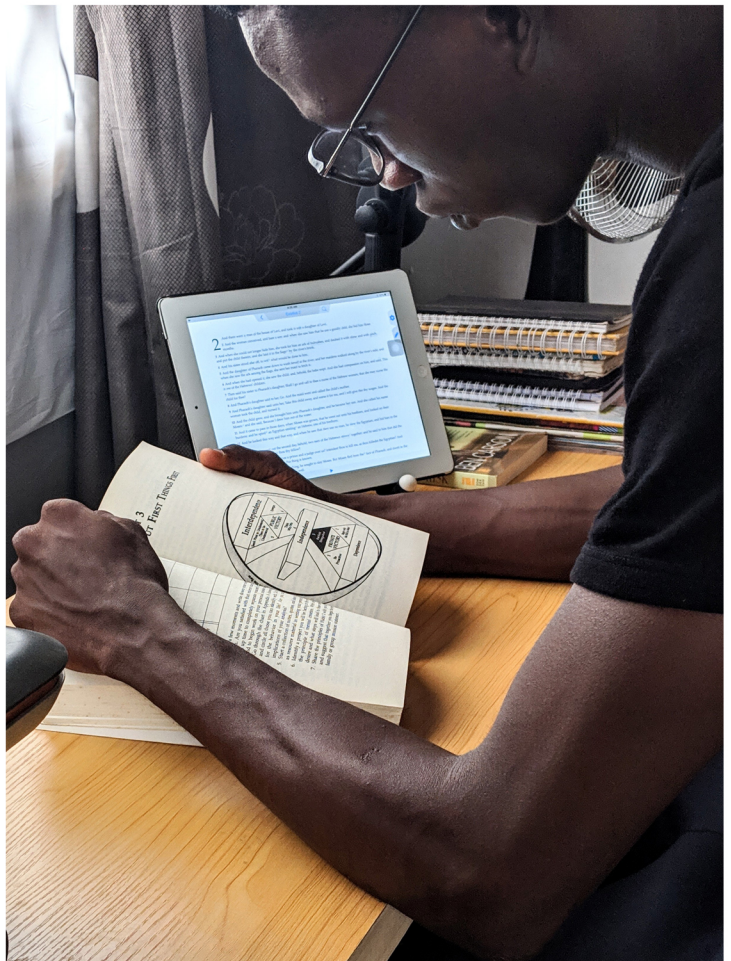
Here's where you ask yourself the following 3 questions

1. Do you want to support your children financially through University?
2. Do you want your son or daughter to get a job to pay their own way or focus on their studies?
3. So what's the plan?

Generally, there's 3 ways to pay for it.

1. Hope that you're in a position when the kids are 18 to be able to fund from surplus income
2. Wait until the kids are 18, borrow money to pay for it and then PAY interest
3. Do what the smart folk do. And start saving for it today and EARN interest

Which do you want to do?



"Fail to prepare, prepare to fail"



Keeping in mind how changeable the life of an expat is, how old will you be when the kids are 18? Can you guarantee you'll still be earning enough to pay for it then? What if you cannot work due to ill health?

Let's take a look at the below chart:

AGE OF CHILD TODAY	TOTAL COST INCLUDING INFLATION*	MONTHLY SAVINGS REQUIRED**
15yrs	£99,569	£2,611
10yrs	£112,653	£999
5yrs	£127,457	£625
Newborn	£144,206	£456

*assuming 2.5% per year inflation and child starting University at age 18

**assuming 5% per year growth

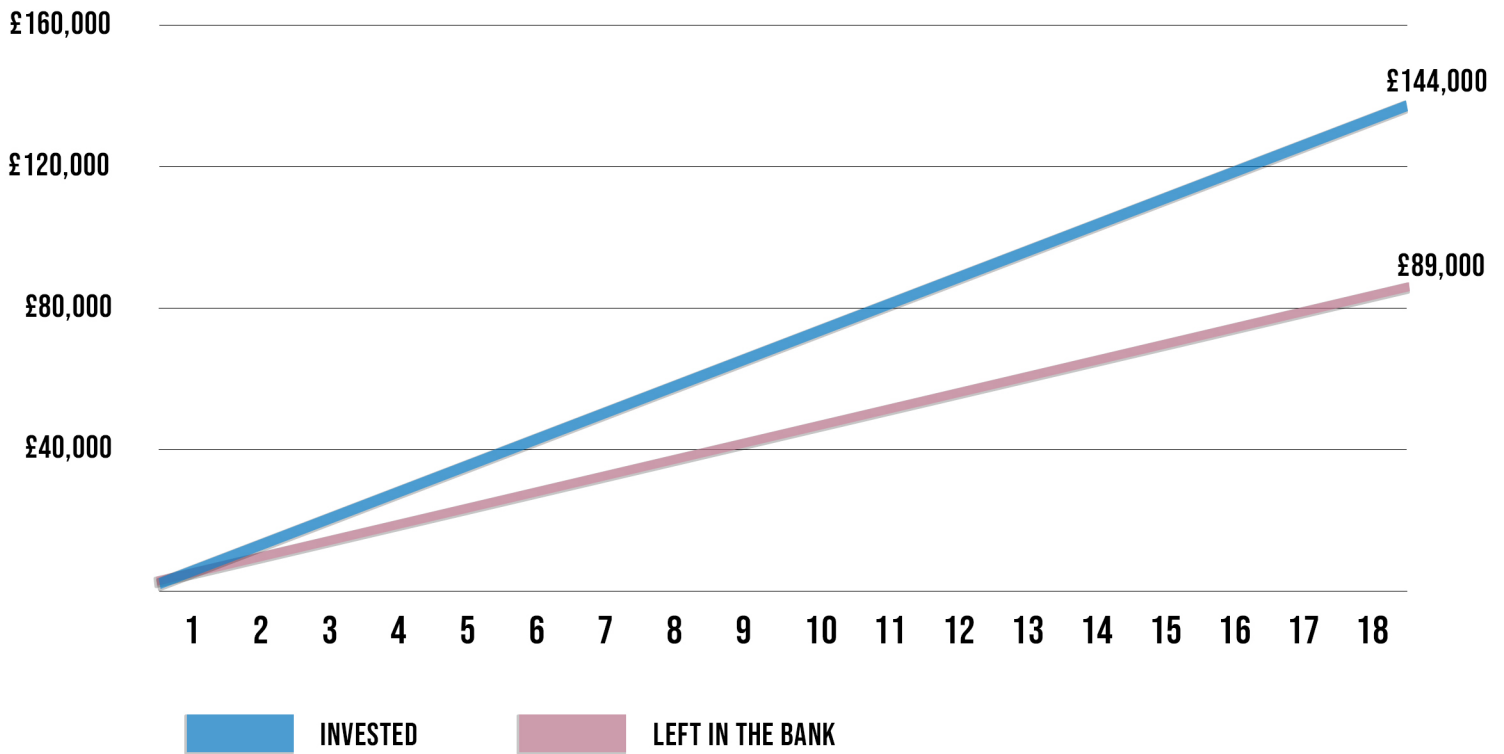
The cheapest time to save for your children's education is the day they're born, the second cheapest time is today!

This is due to the power of compound returns or interest, and the ability to get your money working for you, not, the other way around

And there's 2 ways to save for this, you can either put your money in the bank, or you can invest it.

FUTURE COST OF STUDYING IN THE UK

THE BELOW GRAPH ASSUMES YOU START SAVING £456/M DAY YOUR CHILD IS BORN.



So lets recap

1. Work out the cost of education for your children
2. Work out how much you need to be investing, STARTING TODAY!
3. Start Saving

IT'S EASY IF YOU KNOW HOW, AS EASY AS 1,2,3!

If you've taken value from this free e-guide make sure to join in the conversation at www.facebook/groups/familywealth101

For more content including videos, or if you'd like to speak to me directly to find out how you can start planning today to guarantee your Childs' (or in my case Childrens') future then check out www.familywealth101.com

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