

## **The wealth pyramid – divide your wealth**

The wealth pyramid gives you an overview of how you can build up your wealth.

It contains the following building blocks:

### **1. Risk hedging**

Risk hedging is the foundation of your wealth accumulation and forms the largest area in the wealth pyramid. This area includes all expenses that cover your personal risks, such as health insurance, liability insurance and everything that is part of your income protection.

### **2. Liquidity reserve**

Especially in the current time it is important that you have enough money as a liquidity reserve for emergencies.

For example, your reserve can always be 2-3 monthly salaries, as a family at least 4-5 monthly salaries.

### **3. Wealth accumulation**

Wealth accumulation is about increasing your capital and building up your wealth. From here it's fun! Look for forms of investment that suit you and your risk profile, for example real estate, ETFs or shares.

### **4. Return on Investment**

Here the focus is on returns and more speculative investments such as cryptocurrencies and NFTs.

How high the proportion of the individual building blocks is depending on you and your risk tolerance.