

Bing

Rich Dad Poor Dad is a book by Robert Kiyosaki that shares the financial lessons he learned from his two fathers: his biological father (Poor Dad) and the father of his best friend (Rich Dad). The book contrasts the different mindsets and behaviors of the poor, middle class, and rich, and shows how to develop the skills and knowledge to achieve financial freedom.

The book consists of 10 chapters, each covering a lesson that Kiyosaki learned from his Rich Dad. Here are the main points of each lesson:

- Lesson 1: The Rich Don't Work for Money. The poor and middle class work for money, while the rich make money work for them. The rich use their financial intelligence to create assets that generate income, while the poor and middle class accumulate liabilities that consume expenses.
- Lesson 2: Why Teach Financial Literacy? Financial literacy is the ability to understand how money works and how to make it work for you. It involves knowing the difference between assets and liabilities, income and expenses, and cash flow and capital gains. The rich focus on building assets that produce positive cash flow, while the poor and middle class focus on increasing their income and spending it on liabilities.
- Lesson 3: Mind Your Own Business. Your own business is not your job, but your assets. Your assets are anything that put money in your pocket, such as stocks, bonds, real estate, royalties, etc. Your liabilities are anything that take money out of your pocket, such as mortgages, car loans, credit cards, etc. The rich mind their own business by investing in assets that make them richer, while the poor and middle class mind their employer's business by working for a paycheck and paying taxes.
- Lesson 4: The History of Taxes and the Power of Corporations. Taxes were originally created to punish the rich, but the rich found ways to avoid them by using corporations. Corporations are legal entities that have many advantages over individuals, such as limited liability, lower tax rates, and more deductions. The rich use corporations to protect their assets and reduce their taxes, while the poor and middle class pay the highest taxes and have the least protection.
- Lesson 5: The Rich Invent Money. The rich use their creativity and imagination to create opportunities and solutions that make them money. They do not depend on the economy, the market, or the government, but on their own financial education and skills. They also leverage other people's money, time, and expertise to multiply their returns. The poor and middle class wait for opportunities and money to come to them, and often miss them or lose them.
- Lesson 6: Work to Learn - Don't Work for Money. The most important skill for the rich is not how to make money, but how to manage money. The rich also learn how to sell, market, communicate, negotiate, lead, and organize. They constantly seek to improve themselves and acquire new knowledge and skills. The poor and middle class work for money and security, and often stop learning and growing. They also let fear, cynicism, laziness, bad habits, and arrogance hold them back.
- Chapter 7: Overcoming Obstacles. This chapter discusses the five main obstacles that prevent most people from becoming rich: fear, cynicism, laziness, bad habits, and arrogance. The author explains

RICH DAD POOR DAD book Summary

how to overcome each obstacle by changing your mindset, attitude, and actions. He also shares some of his personal stories and experiences of dealing with these challenges.

- Chapter 8: Getting Started. This chapter provides some practical steps and tips on how to get started on your journey to financial freedom. The author suggests finding your purpose, choosing your mentors, paying yourself first, and seeking to serve others. He also advises you to use the power of choice, education, and action to achieve your goals.
- Chapter 9: Still Want More? Here Are Some To Do's. This chapter offers some more advanced strategies and techniques on how to increase your financial intelligence and wealth. The author recommends you to learn how to use debt, taxes, inflation, and volatility to your advantage. He also encourages you to study the investment vehicles of the rich, such as real estate, stocks, and businesses.
- Chapter 10: Final Thoughts. This chapter summarizes the main lessons and messages of the book and urges you to take action and apply what you have learned. The author reminds you that the rich don't work for money, but make money work for them. He also challenges you to find your own rich dad and follow his example.

The last four chapters of the book provide some practical advice on how to overcome the obstacles and challenges that prevent most people from becoming rich, such as fear, ignorance, greed, and self-doubt. They also offer some steps and tips on how to get started on your journey to financial freedom, such as finding your purpose, choosing your mentors, paying yourself first, and seeking to serve others.