

[For more information about this title, click here.](#)

Contents

Preface	ix
Introduction	1
 MISTAKE #1: SHORTCHANGING YOURSELF	 13
<i>Building Up Savings and Paying Down Debt Money</i>	
Mini Mistake: Not Establishing an Emergency Fund	17
Mini Mistake: Banking in the Market	22
Mini Mistake: Not Digging Out of Debt	25
Mini Mistake: Not Automating Your Savings	33
 MISTAKE #2: GETTING FEE'D UP	 37
<i>Saving More by Losing Less to Fees</i>	
Mini Mistake: Ignoring Banking Fees	
Mini Mistake: Ignoring Investment Fees	
 MISTAKE #3: NOT KNOWING THE SCORE	 81
<i>Managing Your Credit and Credit Score</i>	
Mini Mistake: Not Paying Your Debts On Time	93
Mini Mistake: Owning Too Much	94

Mini Mistake: Shortening Your Credit History	96
Mini Mistake: Seeking Too Much New Credit	97
Mini Mistake: Maintaining a Poor Mix of Credit	98
Mini Mistake: Not Checking Your Credit Reports	98
 MISTAKE #4: OVERLOOKING RISKS	 103
<i>Understanding Key Investment Risks</i>	
Mini Mistake: Overlooking Risks in Stocks	105
Mini Mistake: Overlooking Risks in Bond	123
Mini Mistake: Overlooking Risks in Mutual Funds	131
 MISTAKE #5: REARVIEW INVESTING	 139
<i>Taking a Diversified Approach to Investing</i>	
Mini Mistake: Anchoring Expectations to the Past	142
Mini Mistake: Ignoring Asset Allocation	152
 MISTAKE #6: TRYING TO BEAT THE MARKET	 161
<i>Taking What the Market Give You</i>	
Mini Mistake: Overestimating Your Abilities	166
Mini Mistake: Not Dollar-Cost Averaging	172
 MISTAKE #7: TRYING TO BEAT THE MARKET WITH FUNDS	 175
<i>The Triumph of Indexing</i>	
Mini Mistake: Refusing to Be “Average”	190
Mini Mistake: Indexing Only the S&P 500	199
 MISTAKE #8: INVESTING IN WHAT YOU KNOW	 203
Taking an Arm’s Length Approach	

Mini Mistake: Overestimating Your Circle of Competence	205
Mini Mistake: Loading Up on Company Stock	209
 MISTAKE #9: UNDERFUNDING YOUR PENSIONS	 221
<i>Taking Full Advantage of Your Retirement</i>	
Mini Mistake: Not Putting Enough into Your 401(k)s	223
Mini Mistake: Taking Too Much Money Out of Your 401(k)s	234
Mini Mistake: Not Rebalancing Your Retirement Accounts	238
 MISTAKE #10: FAILING TO DO THE RETIREMENT MATH	 245
<i>Calculating What You Need Before You Retire</i>	
Mini Mistake: Failing to Consider Safe Withdrawal Rates	252
 Conclusion	 263
Notes	267
Index	281