

Money Trainers Tip Guide - Investing For Income

We know that the stock market is a great way to make our money work for us. We also know that choosing the right share is hard. There is no way of knowing what will go up or down.

We do know that generally, in a normal market, that shares go up and down. We can't stop that. What less of us know is that shares pay a dividend (income). That income stays very steady no matter what happens to the share price.

Now one of the principles I highly recommend to you, is to invest for income.

Once paid it's yours to keep - remember the losses can come at any time and growth is not guaranteed. But income is yours.

You can use that income to reinvest in shares when the markets fall, and you buy more for the same cost. Or you can use the income to live on, pay bills or just enjoy.

Here is one such stock you can use to produce income.

It has low charges.

It is available on most platforms, meaning you can buy one or a hundred.

It is fully managed and as you can see is an ETF - Exchange Traded Fund.

iShares UK Dividend UCITS ETF GBP (Dist)

GBX 724.60 ↓ 21.44% -197.73 5 Y

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1 D 5 D 1 M 6 M YTD 1 Y 5 Y MAX



Chart Courtesy of Google Finance

Returns	
Trailing Returns (GBP)	09/01/2023
YTD	4.26
3 Years Annualised	1.92
5 Years Annualised	1.01
10 Years Annualised	4.59
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12 Month Yield	6.42
Dividend Paying Frequency	Quarterly

Source Morningstar Fund Stats

The income from this fund is 6.42% as at December 2022. Roughly a third more than you can get from the best deposit account.

£10000 invested will produce over £600 per year income, helped by the recent falls in the market.

There are lots of options with this kind of fund. But income funds or investing for income should be your main criteria for investing.

When the market falls, use the income you have from it to buy more. This will start to produce compound interest. This is interest that makes interest. It's like a superpower.

Richard
Explainer In Chief at Moneytrainers.co.uk

If the financial advice industry had the answers to true financial independence – they'd do it for themselves first. Fact is, this is true.

Advisers don't make people wealthy. You need more than advice and sadly that's a truth the industry won't admit. Knowing how to make sure your second most important resource works is the most important thing you can ever know. "

Money Trainers is the only UK based Financial Education Business that brings together financial planning, money education and practical money skills in both formal and informal settings.

We include money, mindset and practical planning.

- Workshops and Events
- Online Training
- Access to Independent Financial Advice
- Access to Spiritual Advice - Death and Dying

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Under 40's - making and growing your investments, managing your pensions properly. Borrowing and debt. Avoiding financial scams.

Under 50's - Working towards retirement, solving money problems in later life. Working with elderly parents and teenagers mid life - money only. Avoiding financial scams

Under 65's - Preparing for retirement, retirement options, state benefits, pension flexibility. Avoiding financial scams

Dying to Know - Preparing for end of life, documents, tax, practical steps, death. Avoiding financial scams. These are co taught with Judy Sharp - IndigoUmbrella.co.uk

Specific Financial Product and Planning Advice/Trusts one to one - Laurence Gould- DipFA, AwPETR, CeMAP - Independent Financial Adviser
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