

## How Important Is Your Payslip?

### Reasons Why a Payslip Is Essential?

Pay slips are a statement given by the employer that keeps the steady record of an employee as well as of his present and past salaries. In different fields an individual might be asked to show his payslip. Specially for taking loan or for investing money pay slips are necessary.

This pay slip is necessary for an individual when he wants to change his present job . Generally in most of the cases the appointing authority wants to see the pay slip of the previous job as that allows them to verify whether the candidate has been giving them authentic information. Payslips are essential for any loan application.

One who is applying for a loan must show the pay slip of his job to satisfy the loan giving authority about the fact that he would be able to pay back the loan. All financial institutions want to give loan to a person who is in a steady financial position. Payslip is an important legal document that shows the financial credibility of a person. One should keep it with care. If one loses his payslip it will be not easy for him to get any loan or to make any switch over in jobs.

Payslips are also required for investment purpose. In some investments like the mutual fund the investment needs to be done in several installments. In this type of investment it is essential to show the payslips as the authority wants to be sure about the fact that the man will be able to give his installments regularly. In case of acquiring home loan this is also important. The bank wants to be aware of the present financial status of the individual before it disburses the loan.

Payslip not only has the salary details but also several essential information about the employee. The name of the employee, name of the employer, name and address of the company, date of the pay slip and some legal data like tax code, national insurance number should be there on the payslip. If any payslip does not contain any of the data it will not be accepted by any corporate or financial organization. Other important details in the payslips are net pay amount, gross pay amount and other deductions and expenses. The number of leaves granted to the employee should be mentioned in the pay slips. Pay slip has a particular format. The pay slip is available in various modes of printing like laser or dot matrix printing.

Payslip is also necessary to mortgage a property. The financial authority wants to be sure about the fact that the person is in a steady financial position and he will be able to pay back the money. If one loses his payslip he needs to replace it immediately from any reliable authority. After getting the alternative payslip one must look at it to check all necessary data.

### About the Author

Abdul is author of this article on [payslips](#). Find more information about [pay slips](#) here.

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