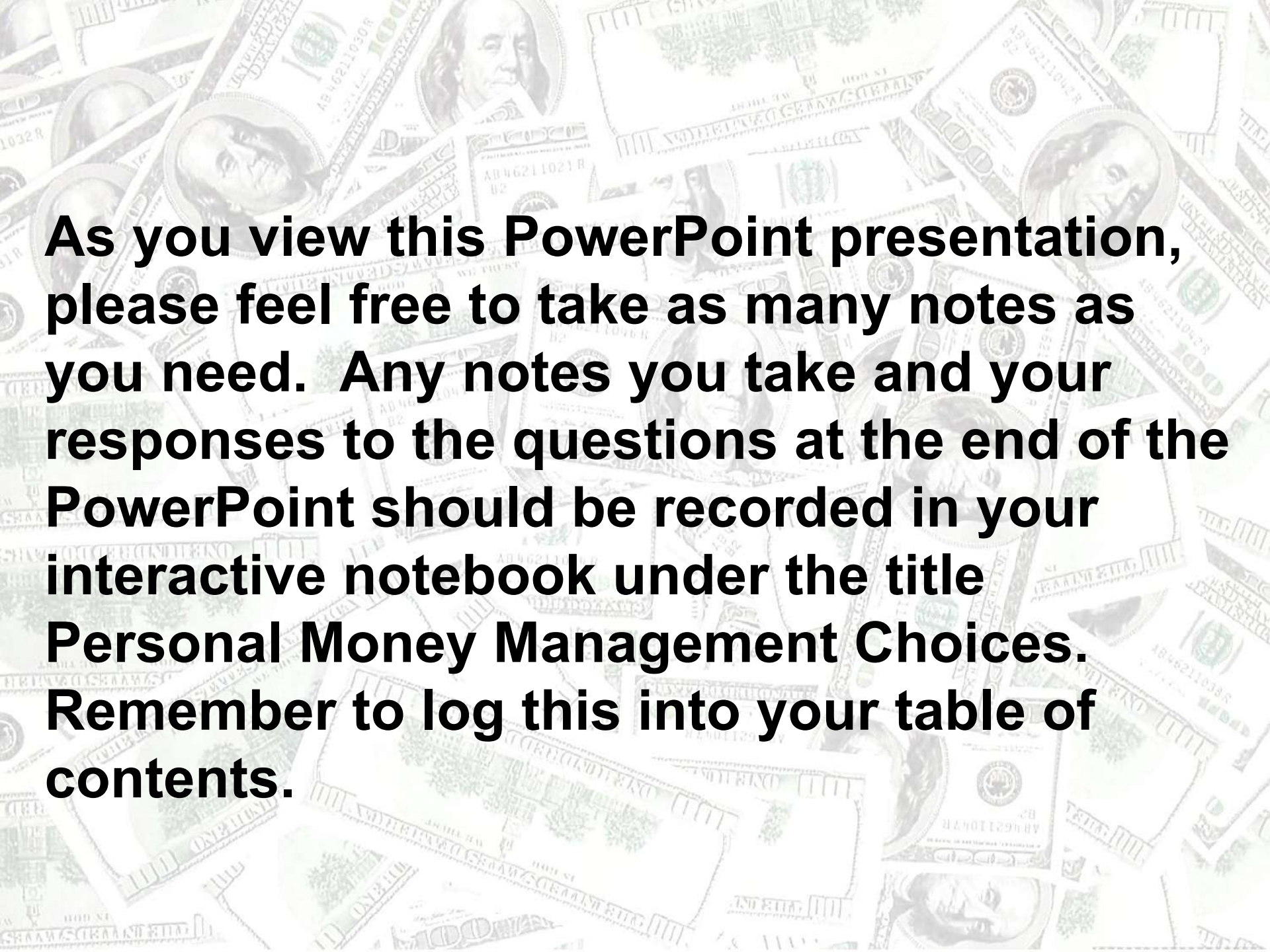


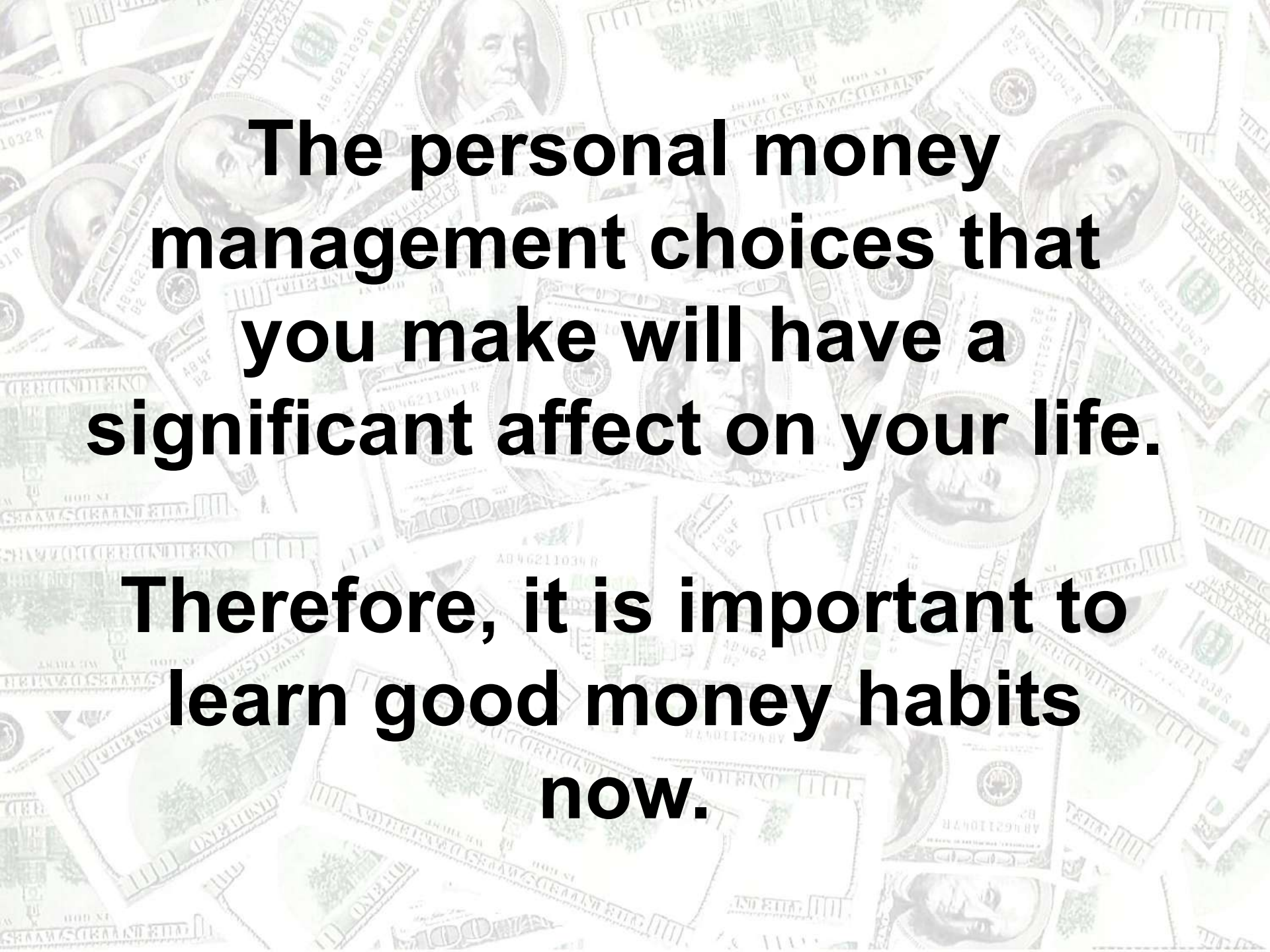
The background of the image is a dense, overlapping pattern of US one hundred dollar bills. The bills are oriented in various directions, creating a textured, busy appearance. The colors are muted, appearing in shades of light green and grey, which makes the text stand out prominently.

# **Personal Money Management Choices**

The background of the slide is a collage of various US dollar bills, including one, five, and ten dollar bills, scattered across the entire page. The bills are slightly faded and overlapping, creating a textured, financial-themed background.

**As you view this PowerPoint presentation, please feel free to take as many notes as you need. Any notes you take and your responses to the questions at the end of the PowerPoint should be recorded in your interactive notebook under the title Personal Money Management Choices. Remember to log this into your table of contents.**



The background of the image is a dense, overlapping pattern of US dollar bills, including \$100 and \$50 bills, rendered in a light, semi-transparent green and white color scheme. The bills are scattered across the entire frame, creating a textured, financial backdrop.

**The personal money management choices that you make will have a significant affect on your life.**

**Therefore, it is important to learn good money habits now.**

**Money is the medium of exchange used to buy goods and services.**





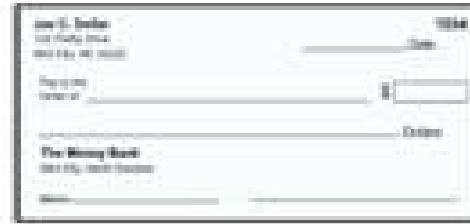
**There are several forms of money.  
Some common forms are shown below.**



**Coins**



**Cash**



**Check**



**Debit Card**

**Which of these forms of money have you had experience using? Share your experience.**

The background of the image is a collage of various US dollar bills, including \$100, \$50, and \$20 bills, scattered across the entire frame. The bills are slightly faded and overlapping, creating a textured, financial-themed background.

**Your income provides you  
with money to spend on  
whatever you choose.**

**Income is when people give  
time and services to an  
employer in return for  
receiving money.**



The background of the entire image is a dense, overlapping pattern of US dollar bills, primarily \$100 bills, in a light green and yellow color scheme. The bills are oriented in various directions, creating a textured, financial backdrop.

**Do any of you get an  
income?**

**Allowance maybe? Could this  
be considered income?**

**Do you have to do “jobs” to  
get your allowance?**

**Good personal money management choices can lead to increased income over time.**





**Credit is used when people buy something now and pay for it later.**

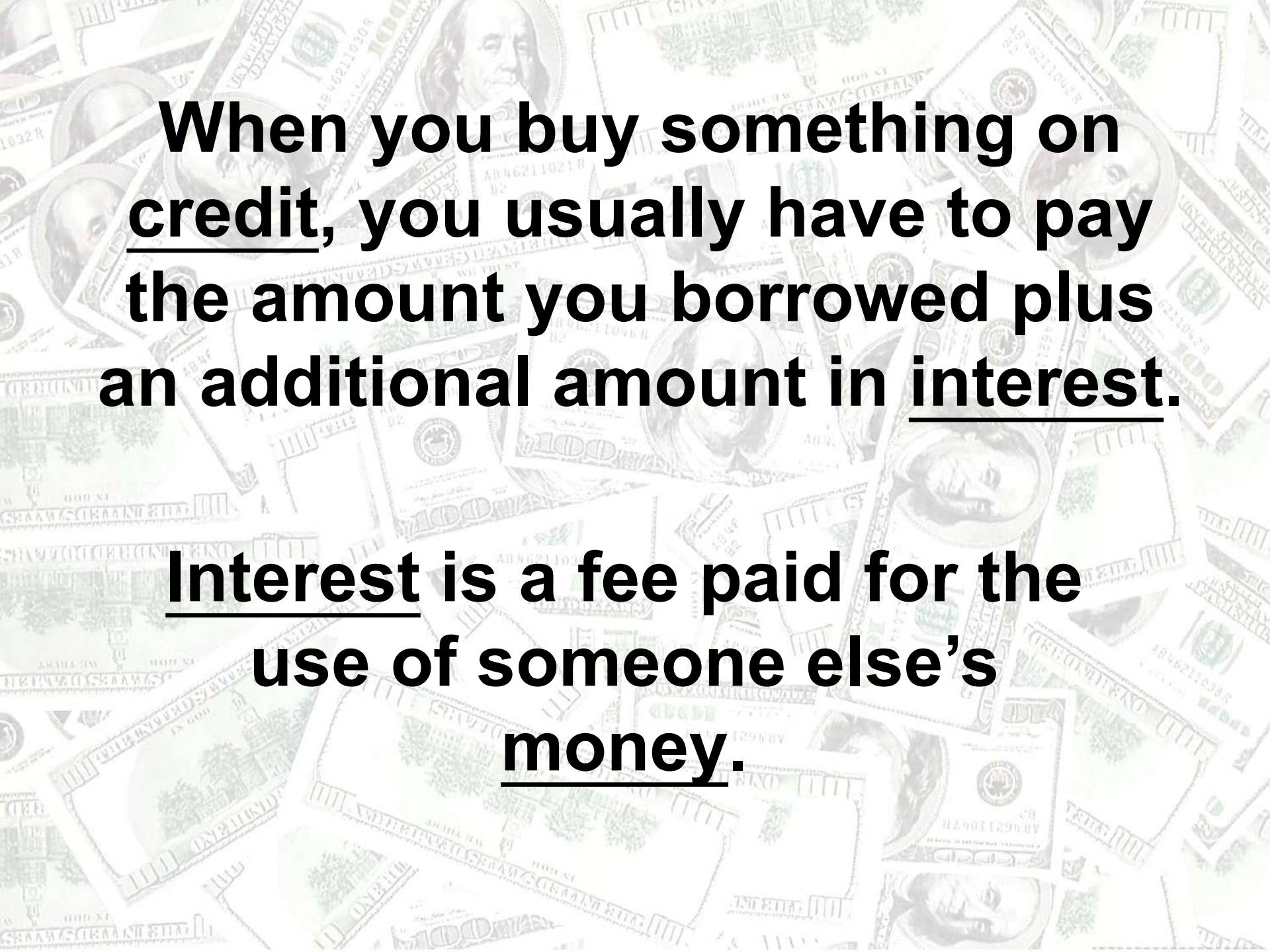
**Two forms of credit are shown below.**



**Loan**



**Credit Card**

The background of the image is a dense, overlapping pattern of US dollar bills, including one hundred and one hundred and fifty dollar bills, rendered in a light, semi-transparent green color. The bills are scattered across the entire frame, creating a textured, financial backdrop.

**When you buy something on credit, you usually have to pay the amount you borrowed plus an additional amount in interest.**

**Interest is a fee paid for the use of someone else's money.**



The background of the image is a collage of various US dollar bills, including one hundred, fifty, and twenty dollar bills, scattered across the entire frame. The bills are slightly faded and overlapping, creating a textured, financial-themed background.

**In your interactive notebook,  
share an experience in your  
life when you know credit was  
used to purchase something.**

**If you cannot think of anything,  
come up with something that  
you think might need to be  
purchased using credit.**

**What else can you do with  
money other than spend it?**

**SAVE IT!**



**How can you save money?**



The background of the image is a dense, overlapping pattern of US dollar bills, including one hundred and one hundred and fifty dollar bills, in various orientations and colors (green and blue).

**One way money can be “saved”  
is by putting it in a bank where  
it can earn interest.**

**Money saved can also be  
invested to increase your  
income.**

**Investing is giving money  
or resources to gain a  
financial return.**





# Types of Investing

The background of the slide is a collage of various US dollar bills, including \$100, \$50, and \$20 bills, scattered across the entire page. The bills are slightly faded and overlapping, creating a textured, financial-themed background.

- Savings Account
- Real Estate
- Stocks
- Bonds
- Mutual Fund
- Collectibles
- Commodities
- Certificate of Deposit (CD)



**Commodities**



**Collectibles**



**Based on the pictures shown, discuss your thoughts about the meaning of Real Estate, Commodities, and Collectibles.**



# Forms of Saving and Investing

- Savings account – a bank account that earns interest and can be withdrawn from the bank. This money is not invested and receives a very small amount of interest because there is no risk of losing the money.
- Certificates of Deposit – a certificate issued by a bank to a person depositing money for a specified length of time.
- Bonds – An investor loans money to an entity (corporate or governmental) that borrows the funds for a defined period of time at a fixed interest rate.

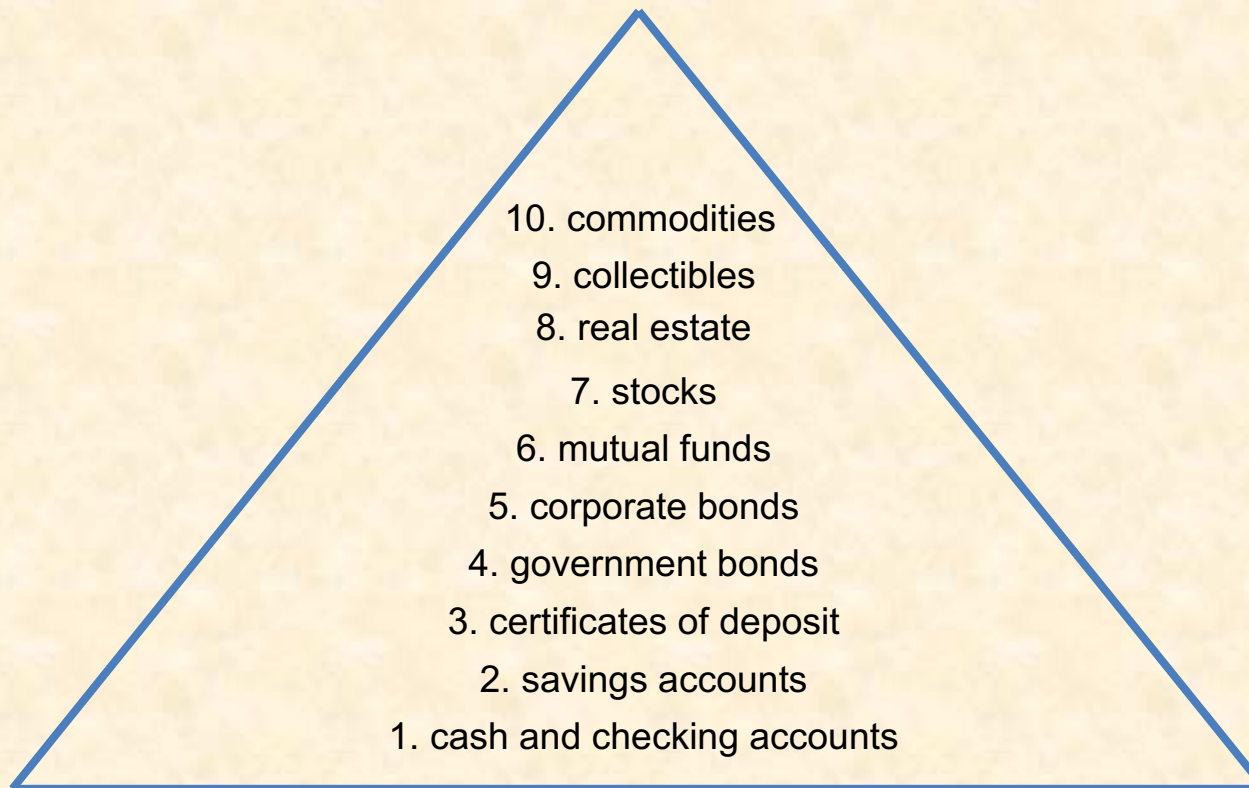
# Forms of Saving and Investing

- Mutual Fund – made up of a pool of funds collected from many investors for the purpose of investing in stocks, bonds, and other assets. Investors own small amounts of many different assets.
- Stocks – a type of security that signifies ownership in a corporation and represents a claim on part of the corporations assets and earnings. The prices for stock change over time depending on many factors including how well a business is doing and the profits the company makes.
- Real Estate - property consisting of land and buildings, prices vary depending on many factors.
- Collectibles – an item valued and sought by collectors, but some items do not keep their value because item might not be popular any longer or the might be too many of the same item on the market.
- Commodities – a raw material or primary agricultural product that can be bought and sold, such as copper or coffee, prices can vary depending on how much is available.



# The Pyramid of Risks and Reward

Highest Risk - Highest Potential Return or Loss



Lowest Risk - Lowest Potential Return or Loss

**Personal Money  
Management  
Review  
Worksheet**



# **Summarizing Strategy:**

**Write the following questions and answer the questions in your interactive notebook:**

- 1. What is money and list four (4) examples?**
- 2. What are two forms of credit?**
- 3. When would someone use a loan to purchase an item? (give 3 examples)**
- 4. What are some ways to invest money?**

- 5. Using the Pyramid of Risks and Reward, explain why you think Commodities, Collectibles, and Real Estate have the highest potential return or loss.**
  
- 6. Using the Pyramid of Risks and Reward, explain why checking accounts, savings accounts and Certificate of Deposit have the lowest potential return or loss.**