

What is money and how does it impact on my life?

Word	Definition
currencies	The money that is used in a country
trade	Exchanging or buying and selling goods
financial risk	The risk of losing money
jobs	Something that a person does that they are paid to do on a regular basis
tax	A sum of money paid to a government, which the government uses to pay for services to the people such as mending roads or emptying bins
afford	To have enough money to pay for something
poverty	Not having enough money
debt	Something that is owed to someone else
credit	The right to buy things at the present time and not pay until later

Key Knowledge and Concepts



People earn money through paid work or they could sell things to gain money. Often, this money is put into a bank account. The bank or building society then add interest which is a money added to your account based on how much you put in.

You can save money by putting it a bank account, ISA or a piggy bank.

Adults have to pay bill for things such as electricity or water. These are things we need and a different to things we may want.

They can pay for things in different ways including direct debit, cash, card, standing order or vouchers.

If they take a loan to pay for something, you usually have to pay back more than the amount you borrowed.



An investment is - You 'lend' your money to an organisation in the hope that they will make it grow – but it can decrease too.

The wider economy affects our choices as products need to be grown, harvested, packed, transported, distributed to our shops, displayed and sold.