name: class: date:

Financial Literacy

1. Fill in the gaps with the right words!
2. Scan the QR code to check your answers interactively!
3. Copy the text in your exercise book!
4. Formulate the content of the text yourself!
   Use all gap words!

Financial literacy is an essential ____________________ that everyone should possess. It involves understanding how ____________________ works in the world: how someone earns it, how that person manages it, and how he or she invests it (turn it into more). Financial literacy also includes the understanding of financial principles and concepts such as financial planning, ____________________, how credit works, and the importance of saving.
The first step in becoming financially literate is learning how to create a ____________________. This is a plan for how to spend your money each month. Next, understanding ____________________ is crucial. It's not just about owning a credit card; it's about managing credit responsibly and understanding the impact of interest rates and fees. Saving is another critical aspect. It's about setting aside a portion of your ____________________ regularly for future use, which could be for emergencies, retirement, or other financial goals.
Investing is another key component of financial literacy. This means using your money to purchase assets like ____________________, bonds, or real estate, with the aim of generating more money in the future. Financial literacy also involves understanding ____________________ and how they affect your income and expenses.
One of the most important aspects of financial literacy is ____________________ management. This involves understanding the risks associated with different types of financial decisions and knowing how to mitigate them. Additionally, financial literacy includes understanding ____________________ and why it's important to protect yourself and your assets.
Finally, financial literacy teaches the importance of ____________________ and planning for the future. Whether it's planning for retirement, buying a house, or saving for a vacation, having financial goals and a plan to reach them is crucial. It's not just about making more ____________________; it's about making smarter decisions with the money you have.

risk | insurance | money | stocks | skill | credit | taxes | goal-setting | income | money | budget | budgeting

Reference: https://materials.school/educational-activities/task-collection/life-skills/financial-literacy (created with ChatGPT)