

Finance Foundations Worksheet

MULTIPLE CHOICE WORKSHEET

- 1 What is the definition of financial literacy?**

 - a) The ability to understand various financial concepts
 - b) The ability to save money
 - c) The ability to make money

- 2 Why is financial literacy important?**

 - a) To decrease the amount of mistakes made in the future
 - b) To make better choices for now and the future
 - c) To increase the amount of money earned in the future

- 3 What are the three types of finance?**

 - a) Personal finance, corporate finance, and government or public finance
 - b) Corporate finance, public finance, and world finance
 - c) Personal finance, world finance, and regional finance

- 4 What is an example of corporate finance?**

 - a) Taxes
 - b) Social programs
 - c) IPOs

- 5 What is an example of public finance?**

 - a) Insurance
 - b) Retirement
 - c) Taxes



6

What is budgeting?

- a) A way to ensure that you do not spend excess amounts of money
- b) A way to ensure that you make more money
- c) A way to ensure that you spend all of your money

7

What is a credit score?

- a) A score that represents how good you are with spending money
- b) A score that represents how good you are with saving money
- c) A score that represents how good you are with paying bills on time

8

How can you boost your credit score?

- a) Make unnecessary purchases that you can't pay for
- b) Have your parents put your name and information as an owner of their credit cards
- c) Ignore paying the bills for your credit card

9

What is the benefit of investing in assets?

- a) To decrease the value of the dollar due to inflation
- b) To increase the value of the dollar due to inflation
- c) To beat inflation and increase your wealth

10

What is the purpose of holding majority cash?

- a) To increase your wealth
- b) To decrease your wealth
- c) No purpose, it is not recommended

11

What is the Purpose of Youth for Finance?

- a) To teach about personal finance
- b) To have fun competitions and awards
- c) Both a and b



Finance Foundations Answer Key

Answer key for worksheet above

1. A

2. B

3. A

4. C

5. C

6. A

7. C

8. B

9. C

10. C

11. C

