**WHAT IS FINANCE?**

**DEFINITIONS:**

1. **Money** – Anything acceptable that can be used to exchange for goods and services
2. **Goods** – Real items that can be seen and touched
3. **Services** – Work that is provided by another person
4. **Spend** – Using your money for payments or purchases
5. **Save –** Setting aside your money for future use
6. **Investing -**Putting money somewhere it can Grow
7. **Savings-** money set aside for future use
8. **Charities –** organizations that provide help for those in need

**MAIN CONCEPT**

* **FINANCE –** THE WAY MONEY IS OBTAINED, MANAGED, AND USED

**MONEY: HOW DID IT ALL START?**

1. **Specialize –** Choosing one thing to be really good at
2. **Productivity –** being able to make goods or provide services
3. **Bartering –** the exchange of goods and services without the use of money
4. **Instrument of exchange –** anything that can be used to make a trade
5. **Transaction –** buying or selling of goods and services
6. **Note –** a piece of paper that promises to pay the holder
7. **Government –** the group of people who leads a nation
8. **Guarantee –** a promise that a condition will be fulfilled
9. **Stability –** being strong and less likely to change or fall

**MAIN CONCEPT**

* **THE ORIGIN OF MONEY –** BORN OUT OF A NEED TO PLACE A VALUE ON GOODS AND SERVICES