

Exploring Key Concepts and Real-Life Applications



MINISTRY OF ECONOMY AND FINANCE

Lesson1: Economic Stability and Financial Literacy

Vocabulary

Sentence or Example

Budgeting

A low and steady inflation rate is a sign of a stable economy.

Credit

The country's income contributes to the economy.

Economic stability

It's important to use credit wisely to avoid debt.

Expenses

Investing can help your money grow over time, but it also comes with risks.

Financial Literacy

Knowing how to manage your money and avoid debt means you have a good financial literacy.

GDP (Gross Domestic Product)

Economic stability is important because it creates a safe environment for businesses and consumers.

Income

Expenses are important for a state.

Inflation rate

If you earn 50€ a month, you can budget 20€ for entertainment, 10€ to buy a T-shirt and save 20€ for other future needs.

Investing

A growing GDP usually means the economy is doing well.