

# MINISTRY OF ECONOMY AND FINANCE

## Lesson 1: Economic Stability and Financial Literacy

### **Budgeting**

measures the total value of all goods and services produced in a country.

### **Credit**

Is the outflow of money paid for a good or service

### **Economic stability**

measures how much prices for goods and services are rising.

### **Expenses**

allows you to borrow money now and pay it back later.

### **Financial Literacy**

The ability to understand and manage money effectively (including budgeting, saving, investing and using credit).

### **GDP (Gross Domestic Product)**

helps you plan how to spend your money.

### **Income**

is using money to make more money.

### **Inflation rate**

means having steady growth, low inflation and low unemployment.

### **Investing**

Profit at the end of the year. (The money you earn or receive)