PENANG SANGAM HIGH SCHOOL

YEAR 10

COMMERCIAL STUDIES

WORKSHEET 2

Questions

1. **State 2 benefits** of a non-financial nature.

2. Give an **example** of external sources of borrowing.

3. State **two reason** for having a good credit history.

4. **Describe** two ways of managing risk.

5. Apart from Birth Certificate, identify two other basic requirements of investing in financial institutions.

6. Describe different ways of investing income in commercial banks, FNPF and Unit Trust.

7. Explain the impact of compound interest and simple interest on our investment.

8. Identify a factor that influence an individual's investment decision

9. Read the case study given below and answer the questions that follow.

Albert joined FNPF at the age 6 as a registered voluntary member. His monthly contribution was $15. At the age of 23 he became Dietician with an annual earnings of $30 000.

i. Calculate Albert's savings as a voluntary member.

ii. Calculate the total contribution per year as a compulsory member.

iii. As a commerce student, state the retirement advice would you give Albert as his retirement plan considering pension as one of the options.

Paragraph Writing

1. **Every individual needs to have values to save.**

   With reference to the above statement

   - Differentiate savings and investment.
   - Discuss two principles of good financial management.
   - State one importance of savings.

2. **FNPF as a caring institution assists its member in their dire needs.**

   Discuss the above statement with the following guidelines:

   - The main role of FNPF.
   - Two basic requirements needed to invest/save at FNPF.
   - Differentiate voluntary member and compulsory member.