

BA SANGAM COLLEGE
YEAR 10
COMMERCIAL STUDIES
WORKSHEET 4

A. Personal Financial Management

1. Describe **one** challenge faced by a **student** in managing personal finance. (1 mark)
2. Discuss two solutions and examples to the above challenge (2 marks)
3. State two reasons why we need to prioritize our needs (2 marks)
4. List down four principles of good financial management (4 marks)

B. Managing Credit

1. Define borrowing (1 mark)
2. List **two** reasons why people need to borrow (2 marks)
3. Define **credit worthiness**. (1 mark)
4. Discuss **one** impact of increasing debts on current and future spending options. (2 marks)

C. Managing Risk and Financial Planning

1. Name TWO insurance companies in Fiji. (2 marks)
2. What is the compulsory insurance for motor vehicles? (1 mark)
3. Briefly explain **two** principles of insurance. (2 marks)

D. Investment in Financial Institutions

Mark is a 21 year old manager working in a private firm in Fresh Foods Ltd. He earns \$18,900 per year

1. Calculate the total FNPF contribution after the first year. (1 mark)
2. Calculate the total amount of FNPF accumulated before retirement (2 marks)
3. Design a retirement plan for Mark considering pension as one of the option. (2 marks)
4. What is the difference between **Single** pension and **Joint** pension? (2 marks)

E. Financial Planning for the Future: Investment in Action

1. Name the **institution** which regulates the share market for Public companies. (1 mark)
2. State **two** Non-Financial Related Event (2 marks)

Paragraph Writing

(5 marks)

The paragraph should have **75 - 100 words**.

“If money management isn't something you enjoy, consider my perspective. I look at managing my money as if it were a part-time job. The time you spend monitoring your finances will pay off. You can make real money by cutting expenses and earning more interest on savings and investments.”-Laura D Adams

With reference to the above statement:

- ☐ briefly explain **one** reason why people invest.
- ☐ describe **two** ways in which an individual can benefit from investment.
- ☐ discuss **one** way to increase investment in the future.

THE END

