

## Financial concepts. Worksheet

<b>Concept</b>	<b>Definition</b>
<b>1. Debt repayment</b>	a) the amount a lender charges a borrower and is a percentage of the principal (the amount loaned) and also the amount earned at a bank from a saving account
<b>2. Emergency fund</b>	b) the process of planning and managing personal financial activities such as income generation, spending, saving, investing , and protection.
<b>3. Insurance</b>	c) supply of capital belonging to numerous investors used to collectively purchase securities while each investor retains ownership and control of his own shares.
<b>4. Personal budget</b>	d) reflection of an investor financial goals and objectives and also of its time horizon and risk tolerance.
<b>5. Investment funds</b>	e) the action of paying back debts , or a single payment made to wards paying off a debt.
<b>6. Financial planning</b>	f) an arrangement in which you pay money to a company , and they pay money to you if something unpleasant happens to you, for example if your property is stolen or damaged, or if you get a serious illness.
<b>7. Safety fund</b>	g) the ability to understand and effectively use various financial skills, including personal financial management, budgeting , and investing.
<b>8. Interest rate</b>	h) a sum of money set aside for use in emergency (an unexpected and difficult or dangerous situation which happens suddenly and which requires quick action to deal with).
<b>9. Savings</b>	i) the make a program for the allocation and management of finances and capital through budgeting, investment etc.
<b>10. Investor profile</b>	j) income not spent or deferred consumption. It refers to the money that a person has left over after they subtract out their consumer spending from their disposable income over a given time period.
<b>11. Financial education</b>	k) the amount of money that you have available to spend
<b>12. Personal finance</b>	l) an amount of money to cover things such as car repairs, new appliances without affecting your monthly budget.