

Name: _____ Date: _____

Answer Key: Smart Earnings and Spending: A 4th Grade Money Manager Quiz

Evaluate basic recall of financial concepts like interest, opportunity cost, and charitable giving through relatable scenarios of childhood commerce.

1. Maya receives \$10 for her birthday. She puts \$5 into her piggy bank to buy a telescope later. What is this \$5 called?

Answer: B) Savings

Savings is money that you set aside or keep instead of spending it right away.

2. An 'opportunity cost' happens when you choose to buy one thing and give up the chance to buy something else.

Answer: A) True

Opportunity cost is the value of the next best choice that you give up when making a decision.

3. When you put money in a bank account, the bank pays you extra money called ___ for letting them hold it.

Answer: C) Interest

Interest is the reward or payment you receive for keeping your money in a savings account.

4. Leo wants to start a lemonade stand. He needs to buy lemons and sugar first. This money he spends to start his business is called an:

Answer: A) Expense

An expense is money spent on something you need or want.

5. A budget is only used by adults and big companies, not by kids.

Answer: B) False

Anyone can use a budget to plan how they will spend and save their money.

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6. Giving some of your money to a charity or animal shelter to help others is a type of ____.

Answer: D) Donating

Donating is the act of giving money or resources to help a cause or person in need.

7. Which of these is a 'need' rather than a 'want'?

Answer: B) A healthy lunch

Needs are things like food, water, and shelter that you must have to survive.

8. Income is the money you receive, such as from a job or an allowance.

Answer: A) True

Income is any money that is coming in or being earned.

9. If you use a credit card and don't pay it back right away, you are basically ____ money that you must pay back later.

Answer: B) Borrowing

Borrowing or credit means taking money now with the promise to pay it back in the future.

10. Sarah earns \$2 for every chore she completes. This is an example of:

Answer: C) Earning income

Earning income is the process of getting money in exchange for work or services performed.