

4.5	Name	Date	Period
<p>What is money</p> <p>Medium of exchange</p> <p>A unit of accounting</p> <p>Store of Value</p> <p>Characteristics of money</p>	<p>Analyze the functions and characteristics of money and why it is necessary. _____ is more than coins and _____ it is anything that is _____ used as a medium of _____, a unit of _____ and a _____ of value.</p> <p>A dollar bill is only about 3 cents but society agrees it is worth \$1.</p> <p>_____ money-money that has value _____ a government has _____ It as acceptable form of _____ for debts.</p> <p>Use of money in exchange for goods or services</p> <p>Medium of _____ simply means that a seller will accept it in _____ for a good or service. Most _____ are paid for their labor in _____, which they can then use to _____ whatever goods or _____ they want.</p> <p>Without _____ societies have to resort to _____</p> <p>Barter- to _____ goods and services for other _____ and services</p> <p>Bartering is _____ inefficient because both _____ must have what the other is _____ for which is a rare _____. Bartering is most common in _____ economies.</p> <p>Use of _____ as a measuring tool for _____ the values of _____ and _____ in relation to one _____.</p> <p>Each nation uses _____ unit to measure the _____ of goods and _____ the same way 1 foot or 1 _____ is used to measure _____</p> <p>The use of _____ to store purchasing _____ for later use</p> <p>During _____ of rapid and _____ inflation and or _____ in the business cycle _____ is less able to act as a _____ of value</p> <p>_____ - money must be able to _____ wear and tear of being passed from _____ to person. Paper _____ lasts one year on _____. But old bills can be easily _____ coins last for _____</p> <p>_____ - money must be easy to _____. Through paper _____ is not very durable, people can _____ carry large sums of _____ money</p> <p>_____ - money must be easily _____ into small parts so that _____ of any price can be made. Carrying _____ and small bills make it _____ to make purchases of any _____.</p> <p>_____ in Value- money must be stable in _____. Its value cannot change _____ or its usefulness as a _____ of value will _____.</p> <p>_____ - whatever is used as money must be _____. That is what gives its value _____ - whatever is used as money must be _____ as a medium of _____ in payment for _____. In the US acceptance is _____ on the _____ that others will _____ to accept paper money, _____ and checks in exchange for _____ and _____</p> <p>Tracking the money is _____ to make it easier for _____ to track the supply of money, _____ must be _____.</p> <p>M1- this is the _____ definition of money _____ - the M1 _____ of money consist of _____ that can spent _____ and against which checks can be _____.</p> <p>M2- _____ definition of the money _____. Includes all of M1 plus _____ forms of near _____ such as money _____, mutual funds, stocks and _____ CDs and _____ currency.</p>		
<p>Answer Learning target</p>			