

Money

_____ : A medium of exchange, a store of value, and a unit of exchange.



3 Types of Money

1. Commodity Money -

Ex:

2. Representative Money –

Ex.

3. Fiat Money –

Ex:

3 Uses Of Money

1. _____ - Anything used to determine value. This happens during an exchange of goods or services.

Ex:

- When we use commodity money to exchange for a good or service we call this _____.



2. _____ - Provides a means of comparing the values of goods and services.

Ex.

3. _____ - Money keeps value if you hold to (or store) it instead of spending it. Only exception ... _____.

6 Characteristics of Money

1. Portability –

2. Durability –

3. Uniformity –

4. Divisibility –

5. Limited Supply –

6. Acceptability –

Mnemonic:

“People Don’t Understand, Drinking Lama Spit is Acceptable.”

