

MODULE 1: Introduction to Financial Management

Hello, Educator!

This assessment aims to verify the goals of the Modules.

You may ask your students all or any of the following guide questions.

Module 1 Goal: Educate and develop the financial management skills of learners, specifically on financial concepts and strategies.

KNOWLEDGE CHECK

Please answer the questions to the best of your ability.

1. What is financial literacy?
 - a. Financial literacy refers to the ability to read and write financial documents.
 - b. Financial literacy refers to the knowledge and skills needed to make informed and effective financial decisions.
 - c. Financial literacy refers to the strategic planning, organizing, directing, and controlling of financial undertakings in an organization or an institute.
 - d. Financial literacy refers to the knowledge and skills needed to become a successful stockbroker.
2. Ragini is an entry-level young adult, working at Deloitte. What is her main source of money?
 - a. Inheritance/gifts
 - b. Business ownerships
 - c. Work salary
 - d. Investments
3. You have just graduated from college and are planning your financial future. You are considering different sources of income. Which of the following sources of income would you most likely rely on in the beginning?
 - a. You would rely on work salary as your beginning source of income.
 - b. You would rely on inheritance/gifts as your beginning source of income.
 - c. You would rely on business ownership as your beginning source of income.
 - d. You would rely on investments as your beginning source of income.
4. Aru earns profit from owning and operating a business, what source of money does he have?
 - a. Work salary
 - b. Inheritance/gifts
 - c. Business ownership



- d. Investments
5. Due to his lack of financial literacy, Gab spends 7,500 on rent, 6,000 on utilities, 5,000 on basic necessities, and 1,500 on leisure activities out of his monthly income of 20,000. What could be the potential consequences of his poor financial management skills?
 - a. The high amount of savings
 - b. High debt
 - c. Low debt
 - d. Low amount of savings
 6. Phen, who has already obtained his condo, received a house from his parents when he recently graduated. He decided to convert the property into an Airbnb to generate additional income. What category of income does this fall under?
 - a. Inheritance/gift
 - b. Business ownership
 - c. Investments
 - d. All of the above
 7. What skill does Kateleen possess if she can meticulously plan, organize, direct, and control her financial undertakings?
 - a. Financial Literacy
 - b. Financial Management
 - c. Both A & B
 - d. None of the above
 8. What is the source of Louise's income when she puts money in stocks, real estate, and other ventures with the hope of gaining a profit?
 - a. Work Salary is her source of income.
 - b. Inheritance/Gifts are her sources of income.
 - c. Business Ownership is her source of income.
 - d. Investment is her source of income.
 9. Which of the following best describes the difference between financial literacy and financial management?
 - a. Financial literacy is the process of managing financial resources, while financial management refers to the ability to make informed financial decisions.
 - b. Financial management is the ability to manage finances effectively, while financial literacy refers to the understanding of financial concepts and terms.
 - c. Financial literacy and financial management are interchangeable terms that describe the same thing.
 - d. Financial literacy refers to the ability to plan, direct, and control financial resources, while financial management is the process of making informed financial decisions.
 10. Which of the following scenarios best exemplifies the importance of both Financial Literacy and Financial Management?
 - a. Nirmal, a recent college graduate, has just landed his first job and is unsure of how to budget his salary to meet his living expenses and student loan payments.



- b. Nguyen, a successful entrepreneur, is considering expanding her business overseas and needs to assess the financial risks and benefits of the venture.
- c. Alexandra, a retired individual, wants to invest his savings in the stock market but is unfamiliar with the process and potential risks.
- d. All of the above.



MODULE 2: Budgeting Basics

Module 2 Goal: Develop budgeting skills in order to improve financial management outcomes.

KNOWLEDGE CHECK

Please answer the questions to the best of your ability.

1. Francis just got his salary and he needs to allocate his money for his spending this month. What should he do?
 - a. Francis should create a budget plan for the month.
 - b. Francis should make a list of his priorities.
 - c. Francis should track the expenses for the day.
 - d. Francis needs to divide his funds
2. In creating a budget, you still need to consider a lot of things, but to effectively have a consistent plan, what should you include?
 - a. Budget and Income
 - b. Budget, Income, and Expenses
 - c. Income and Expenses
 - d. Investments, Budget, and Expenses
3. Pham wants to divide her budget based on her wants and needs while still also saving for her future investments. She's thinking of an effective technique that would easily help her allocate her finances. What budgeting technique should she use?
 - a. Pham needs to apply the zero-based budget technique.
 - b. Pham needs to make a list of her income.
 - c. Pham needs to use the 50-30-20 budgeting rule.
 - d. Pham needs to make a list of her expenses.
4. Lee earns 13,000 a month, and she usually spends almost $\frac{2}{3}$ of her earnings on necessities, rent, and utilities as well as leisure activities, which she usually subtracts from her income when she's budgeting. But sometimes she spends beyond her spending limits due to her interest in going out with her friends. Nonetheless, she makes sure that she still saves something in her bank account for something she can use. What budgeting technique did she consider despite the situation?
 - a. Lee considered using the 50-30-20 budgeting rule.
 - b. Lee considered saving up to have extra income.
 - c. Lee tracks her expenses to monitor her spending.
 - d. Lee considered using the zero-based budgeting technique.
5. Pavan was having a hard time dealing with unexpected circumstances for the past months as he wasn't able to allocate certain funds for emergency needs, which resulted in him having a fund shortage. With this, why do you think having an emergency fund is an important part of budgeting?
 - a. It will be a great way to save you from unexpected expenses like what happened to Pavan.



- b. It will help you live for a few months if you lose any source of income.
 - c. It will help you prevent financial issues such as debts.
 - d. All of the above.
6. Carol has a lot of financial resources. As it became continuous and grew over time, she lost track of her income and messed up her allocation of funds, which caused her stress. What should she do to get back on track with her income?
- a. Carol should understand the situation for her sources of income.
 - b. Carol should make a list of her income and know where to allocate it.
 - c. Carol should just spend it immediately so she doesn't have to worry about where to save it.
 - d. Carol should know her priorities.
7. What is one situation that will give you potential stress if you don't have a budget plan?
- a. You will lose track of your income and expenses.
 - b. Impulsive spending will happen frequently.
 - c. You will not be able to practice proper spending and budgeting.
 - d. All of the above.
8. Knowing his priorities is one of Mark's best practices, which became the key factor for him to have great financial success. Why is it important for you to know your priorities even in basic budgeting?
- a. Because it will help you know where to properly allocate and maximize your finances.
 - b. Because it will help you practice your decision-making skills as you apply it in budget organization.
 - c. Both A and B.
 - d. A only.
9. Gur is having a hard time sticking to his budgeting monthly because he get easily caught up with things related to basketball when he passes the mall after work. He tends to buy things and forget if it's included in his expense's tracker. What does Gur usually experience based on the given situation?
- a. Gur tends to impulse buy.
 - b. Gur prioritizes his needs.
 - c. It's part of his monthly spending to buy a specific thing.
 - d. He loves basketball-related things so he buys them.
10. Which of the following scenarios doesn't exemplify the importance of having a budget plan and prioritization?
- a. Norma, a business owner and a freelancer, earns 50,000 a month. She usually allocates most of her earnings for her wants, such as her leisure activities but doesn't put extra funds to save up for her future spending. Which resulted in her not having savings at the end of the month.
 - b. Pham, a student, manages her 5,000 allowances per week. She keeps an application that monitors her expenses for her not to lose track of her money as she also saves up for future and emergency funds.
 - c. Johnny, a businessman, who earns more than 100,000, saves up extra funds for investments after proper allocation of his earnings per month.



- d. Carla, a small business owner, creates a list of her incomes and expenses to keep on track of her funds as she needs to prioritize things that would still properly aid the growth of her business.



MODULE 3: Managing Debt

Module 3 Goal: Educate and develop the financial management skills of young individuals, specifically on forms of debt, tips on paying off debt, and overall debt management.

KNOWLEDGE CHECK

Please answer the questions to the best of your ability.

1. Debt is the amount of money owed to... *
 - a. Credit card companies
 - b. Banks
 - c. Individuals
 - d. All of the above
2. Khalil is a young marketing associate. He's been saving up for a new car for the past year, and he finally has enough for a down payment. However, the full amount is currently not attainable for Khalil. What can he do to ease his payment scheme?
 - a. Bill it on his credit card.
 - b. Take out a loan.
 - c. Wait until he has saved up the full amount.
 - d. Choose a cheaper car.
3. This is the method of settling debt in order of smallest balance to largest balance. *
 - a. Avalanche method
 - b. Snowman method
 - c. Snowball method
 - d. Snowflake method
4. Ella wants to combine her debt into one loan with a lower interest rate. What should Ella do? *
 - a. Ella should make extra payments.
 - b. Ella should use the snowball method.
 - c. Ella should consider debt consolidation.
 - d. Ella should seek professional help.
5. After falling victim to cryptocurrency fraud, Amir is struggling to pay his monthly rent. Prior to this circumstance, he's a diligent tenant who always paid his dues on time. What can Amir do to reduce his financial stress?
 - a. Amir should negotiate with his creditors.
 - b. Amir should create a budget plan.
 - c. Amir should avoid borrowing money.
 - d. Amir should prioritize his current debt.
6. Additional payments on top of the amount borrowed are called... *
 - a. Inheritance
 - b. Income



- c. Investment
 - d. Interest
7. What example of bad debt often includes high interest rates that may negatively impact your finances? *
- a. Credit card debt
 - b. Education loans
 - c. Car loans
 - d. Mortgage loans
8. What can Francis do to secure low interest rates and better loan terms in the future?
- a. Francis can manage his debt wisely.
 - b. Francis can avoid debt completely.
 - c. Francis can build a good credit score.
 - d. Francis can do all of the above.
9. Debt is not to be viewed negatively as long as it's managed wisely. Which among the following can "good debt" be accredited to?
- a. Buying a house
 - b. Starting a business
 - c. A college education
 - d. All of the above
10. Which of the following scenarios best exemplifies good debt management?
- a. Farah, a young adult fresh out of college, was given authorization by her parents to use a credit card. With no job and no means to pay her student loan balance, she spends her weekends going on shopping sprees and parties.
 - b. Reysha, a young professional, recently took out a car loan. To save up, she avoids unnecessary expenses and keeps her extra money instead. This helps her put in extra payments towards her unpaid balance and eases the load of her debt.
 - c. Lee is struggling with her unsettled debt but is wary of seeking assistance. She's independent and does not seem to want help from anyone.
 - d. None of the above.



MODULE 4: Cashless Society

Module 4 Goal: Educate and develop the financial management skills of young individuals, specifically on the advantages and risks of a cashless society.

KNOWLEDGE CHECK

Please answer the questions to the best of your ability.

1. One advantage of transitioning to a cashless society that includes reducing the risk of theft and saving time from going to the bank.
 - a. Seamlessness
 - b. Efficiency
 - c. Convenience
 - d. None of the above

2. Digital transactions are susceptible to privacy breaches.
 - a. True, because they're not as private as cash transactions.
 - b. True, because they're hosted by different companies.
 - c. False, because companies have mechanisms in place to avoid privacy breaches.
 - d. False, because digital transactions are generally trusted.

3. Ms. Setiawan traveled from the Philippines to Singapore. Instead of converting her cash to SGD, she utilized digital payment apps to transact in Singapore. Which advantage of digital transaction is Ms. Setiawan enjoying it?
 - a. Ms. Setiawan enjoys convenient transactions.
 - b. Ms. Setiawan enjoys efficient transactions.
 - c. Ms. Setiawan enjoys secure transactions.
 - d. Ms. Setiawan enjoys all of the above.

4. Gafar is used to bringing cash wherever he goes but his friends have encouraged him to switch to digital payments. However, much recent news of mobile wallet apps getting hacked has made Gafar wary of inputting his personal information into online platforms. What disadvantage of digital payments is Gafar worried about?
 - a. Gafar is worried about a privacy breach.
 - b. Gafar is worried about overspending.
 - c. Gafar is worried about technical difficulties.
 - d. is worried about all of the above.

5. These are black square figures often encountered when paying through digital platforms. It contains various patterns that are unique for each user, merchant, or item.
 - a. Debit cards
 - b. Mobile wallet apps
 - c. QR codes
 - d. RFID



6. What is a cashless society?
 - a. A society that doesn't use money for transactions at all.
 - b. Transactions that take place in barter trades and other situations where money is non-existent.
 - c. Financial transactions that don't make use of physical money like coins or paper bills.
 - d. A country that has no money.

7. Liyana will be traveling from the city to her hometown. To do this, she'll need to ride the train. Which method of cashless payment is suitable for Liyana's situation?
 - a. Liyana should use her debit card to pay for the train.
 - b. Liyana should use her EZ-link card to pay for her fare.
 - c. Liyana should scan a QR code in the train station.
 - d. Both A and C.

8. Being in a cashless society is efficient.
 - a. True, because the mobile wallet app tracks your spending so you don't have to.
 - b. True, because it records all of your transactions automatically.
 - c. False, because it poses a privacy breach.
 - d. False, because it requires you to use a mobile phone.

9. Ling is accustomed to using digital payments so she doesn't carry cash anymore. One afternoon after having lunch at a restaurant, her digital payment platform underwent a technical repair and she had to wait for it to go back online. Which disadvantage of digital payments did Ling experience?
 - a. Ling experienced a privacy breach.
 - b. Ling overspent her money.
 - c. Ling experienced technical difficulties.
 - d. Both A and C.

10. Marie went shopping as a reward to herself for getting high grades. She went from one shop to another and used digital payments for all of her purchases. When she got home, she was surprised to see the total amount she'd spent all day. Which disadvantage of digital payments did Marie experience?
 - a. Marie's digital payment apps underwent technical difficulties.
 - b. Marie was exposed to a privacy breach.
 - c. Marie overspent her money.
 - d. All of the above.