

VOCABULARY

Balance: The amount you owe on a loan.

Bonds or Savings Bonds: Loans to the government or to a corporation.

Credit Card: A card that allows you to borrow money from a company on the promise that you will pay them back.

Debit Card: A card that allows you to withdraw money directly out of a bank account.

Deductions: Money taken out of your paycheck by your employer.

Gross Pay: The amount you make at a job before deductions have been taken out.

Interest Rate: The percentage of a sum of money charged for its use.

Investing: A long-term plan for earning income through stocks, bonds and mutual funds.

Liquid Assets: Money that can be made available for use.

Mutual Fund: A type of investment where you pool your money with other people and split any profits or losses.

Overdraft: When you spend more money than you have in your bank account.

Risk: The possibility of something bad happening to your money.

Salary: The amount of money you make at a job. Salary is usually calculated monthly or yearly. *See also, Wages.*

Savings Account: Money placed in a bank or credit union.

Stock: An investment representing ownership interest in a specific company.

Take-Home Pay: The amount you make at a job after deductions have been taken out. Also called Net Pay.

Taxes: Money given to the government to pay for things like schools, roads and bridges.

Wages: The amount of money you make at a job. Wages are usually calculated hourly. *See also, Salary.*

PAY
ATTENTION NOW,
PRINCESS.

Meh.