

Activity 1 Assessment

Factors that Influence Financial Decisions

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<p>Identifies factors that influence financial decisions</p> <p>There are personal and societal factors. These factors can have positive or negative effects depending on the situation.</p>	<p>Explains the effect of factors on financial decisions</p> <p>I bought a computer game. My decision was affected by: personal factors (it was recommended by a friend); societal factors (the game had lots of likes on social media). A factor with a negative effect would have been if I bought it with money that I needed for new shoes because mine were leaking.</p>	<p>Identifies reliable sources to help reach a financial goal</p> <p>I could use: financial institutions and their websites; business sections of newspapers; books and magazines on personal finance; parents or other trusted adults; certified financial planners</p>	<p>Identifies advantages and disadvantages of sources of financial information</p> <p>An advantage is that a bank advisor has much experience helping people so could provide me with options that suit my needs. A disadvantage is that the bank makes money on what I save or borrow, so I may need to shop around to get the highest interest rate for my savings and the lowest interest rate for my borrowing.</p>
Observations/Documentation			