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FIN 1050
TEACHING CHILDREN SOUND MONEY MANAGEMENT
PRINCIPLES

NAME: Tartum Kuncar
CLASS HOUR: 5:30 Thursday

If/when you have children, how can/could you teach them the following principles
(minimum of four ideas for each)?

1. The value of education or vocational training.
 - A) If you get a good education, you will have more job opportunities.
 - B) The more education you get, the smarter you will become.
 - C) Somebody with a diploma looks a lot better than someone without.
 - D) Attending school gives you great life experience.

2. The importance of work.
 - A) With a steady job comes steady income.
 - B) The more work experience you have, the more opportunities you'll get.
 - C) ~~When~~ Even a job as an entry level position teaches you important life skills.
 - D) When you are working, you are instantly more able to succeed.

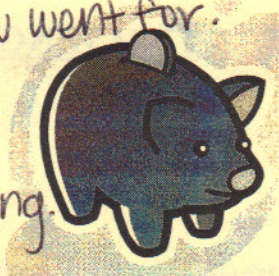
3. The value of money.
 - A) Money is extremely important for survival, but only enough to meet your needs.
 - B) The best thing you can do with your money is budget wisely.
 - C) Always pay yourself first.
 - D) Don't let everything in your life become about money.

4. How to save wisely.
 - A) Put at least 10% of your paycheck in the bank for saving of emergencies.
 - B) Try opening a savings account that allows you to build interest.
 - C) Don't let your temptations exceed your needs.
 - D) Make sure that your savings account never hits zero.

5. How to budget wisely.
 - A) Don't spend money you don't have.
 - B) Buy only what is necessary, not unimportant items.
 - C) If you want spending money, put a little aside each paycheck.
 - D) Don't make your budget uncomfortably tight.

TEACHING CHILDREN cont.

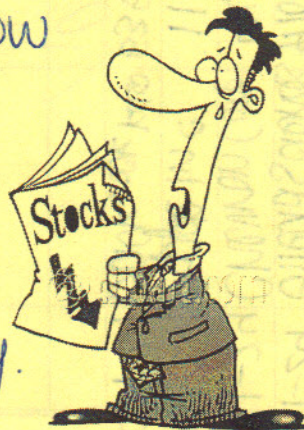
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6. How to spend wisely.
A) When you go to the store, only buy what you went for.
B) Don't be lured into phony deals.
C) Don't buy things you don't need.
D) Don't spend more than you planned on spending.
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7. How to invest wisely.
A) Make sure you know what you're investing into.
B) Only invest a safe amount, an amount that won't bankrupt you.
C) Don't invest impulsively!
D) Make smart decisions and know how to continue the investment.
8. The fact that money alone does not guarantee happiness.
A) Just because you are rich, doesn't mean you will be happy.
B) You will learn valuable lessons from budgeting & saving.
C) If you don't make a lot of money, you will still be happy.
D) Having expensive items means expensive repairs.
9. What correct things did your parents do in teaching you money management principles?
A) My mom always made me put half my allowance in the bank.
B) My parents didn't give me everything I asked for.
C) We ate homecooked meals and didn't eat out.
D) If we wanted something expensive, we had to save up and buy it.
10. As a parent/future parent yourself, what things would you do differently?
A) I would be pretty similar in the way my parents taught me to
B) Save. My kids aren't going to get whatever they want, they
C) are going to have to work for what they get, just like I did
D)

STOCK PURCHASE INFORMATION SHEET

1. Assume you have \$50,000 to invest in the stock market.
2. Invest the total amount immediately in 10 different stocks. Six should be listed stocks which trade on the N.Y.S.E. They have one, two, or three letter symbols. Four should be OTC stocks. OTC stocks are traded on NASDAQ and have four letter symbols. You select the stocks and determine how much you will invest in each one. (Assume no commission.)
3. Keep an accurate record of your purchases on your Stock Transactions Record Form, and update the value of each stock weekly (on Friday or Saturday).
4. In addition to the 10 stocks which you purchase, you may choose to invest part of your \$50,000 in gold or silver; if so, indicate this on the bottom of your form. Even if you do not invest any funds in gold or silver, update their value each week on the bottom of your form where indicated.
5. For gold and silver prices, go to www.kitco.com. Select the 1st Tab (top left), "All Metal Quotes." Use Bid or Ask Price, **but use the same one each time.**
6. You may change your portfolio (sell some stocks and buy others) during the semester, as long as you keep proper records of the transactions. However, for sake of simplicity, you may maintain the same portfolio for the entire semester.
7. At the end of the semester, you will "sell" all of your stocks, and turn in your Stock Transactions Record Form, along with your written comments on the back of the form of what you learned from this exercise.

I learned how unpredictable the stocks can be and how you can be way ahead of the game one day, and then be in the negative the next day.



I would definitely invest in the stock market but I would want to invest a lot less than \$50,000. I would start off really small and then get comfortable to invest bigger.

STOCK TRANSACTION RECORD FORM

NAME

Taetum Koncar

CLASS HOUR

58 Tuesday

PURCHASE INFORMATION

VALUATION RECORD

SALES INFORMATION

(INSERT DATES AND NEW PRICE QUOTES)

DATE PURCH.	NAME OF STOCK	# OF SHARES	PRICE PER SHARE	TOTAL COST	01/29	02/13	02/22	02/29	03/06	03/13	03/20	03/27	04/03	DATE SOLD	# OF SHARES	PRICE PER SHARE	TOTAL RECD	NET GAIN / LOSS
1-17	Coca-Cola	74	67.35	4983.9	67.44	69.09	69.25	69.25	70.25	70.59	71.87	73.70	74	04/05	74	73.47	5436.78	\$452.88
1-17	PepsiCo	77	64.65	4987.05	65.81	67.10	67.10	67.10	67.28	67.28	68.00	68.00	77	04/04	77	66.34	5109.18	\$121.13
1-17	Nike Inc	50	99.24	4962	102.11	104.95	104.95	107.10	111.11	111.11	111.11	111.11	50	04/04	50	109.49	5474.50	\$512.50
1-17	Kraft Foods	131	38.13	4995.13	38.70	38.57	38.57	38.57	38.57	38.57	38.57	38.57	131	04/04	131	38.22	5006.82	\$11.79
1-17	KUL MEDIA CO	1510	3.30	4999.5	2.06	1.94	2.02	2.12	2.22	2.04	2.02	2.04	1515	04/04	1515	2.00	3030	\$1909.50
1-17	TESLA MOTORS	187	26.60	4974.2	29.33	31.15	31.15	31.15	31.15	31.15	31.15	31.15	187	04/04	187	35.00	6545.00	\$1570.80
1-24	Gilead Sciences	1104	47.67	4957.68	48.72	48.72	48.72	48.72	48.72	48.72	48.72	48.72	104	04/04	104	47.19	4910.70	\$49.98
1-24	Cherwon Corp	44	106.72	4909.28	103.96	103.96	103.96	103.96	103.96	103.96	103.96	103.96	44	04/04	44	105.00	4620.00	\$151.52
1-24	Apple Inc.	11	45.315	4984.65	47.28	47.28	47.28	47.28	47.28	47.28	47.28	47.28	11	04/04	11	624.31	6867.41	\$1887.70
1-24	BACKROCK K110	535	9.33	4991.55	9.01	9.01	9.01	9.01	9.01	9.01	9.01	9.01	535	04/04	535	9.97	5333.95	\$342.40
1-24	GOLD		1607.10		1728.17	1728.17	1728.17	1728.17	1728.17	1728.17	1728.17	1728.17						
1-24	SILVER		32.11		34.09	34.09	34.09	34.09	34.09	34.09	34.09	34.09						

TOTAL COST \$ 49744.68

TOTAL RECEIVED \$ 52508.00

TOTAL NET GAIN OR LOSS \$ 2823.32

Biggest Winners
 Apple & Tesla Motors

Biggest Losers
 KUL Media & Chevron