

Name _____

Money Magic: Mastering the Art of Saving

Short Answer Key

1. Setting clear goals is essential because it gives you a reason to save and helps you stay motivated. When your goals are specific, you know exactly what you're working towards, whether it's a new toy, a vacation, or your education.
2. Setting aside money regularly ensures that you make consistent progress toward your savings goal. It helps you build your savings over time and reinforces good saving habits.
3. Example of a need: Food. Example of a want: Video games. Prioritizing needs is important because needs are essential for survival, while wants are things we'd like to have but aren't necessary. By prioritizing needs, you ensure that you have enough for essential expenses before spending on wants.
4. Comparison shopping means comparing different options, prices, and stores before making a purchase. It can help you save money by finding the best deal, getting the most value for your money, and avoiding overpaying for items.
5. Patience and consistency are important because saving money takes time and effort. Patience helps you stay committed to your goals even when progress seems slow, and consistency ensures that you continue saving regularly, which adds up over time.

