

IX IFM SEPTEMBER ASSIGNMENT ANSWER KEY

Q1. Differentiate between fractional money and commodity money.

Fractional Money: Money whose face value is higher than the intrinsic value of the material used (e.g., coins, paper notes).

Commodity Money: Money that has intrinsic value, meaning the material itself is valuable (e.g., gold, silver, grains).

Q2. Explain unit of account as key characteristic of money.

The unit of account means money provides a common standard for measuring the value of goods and services. It helps in comparing prices, keeping financial records, and avoiding confusion of barter trade.

Q3. What is passbook?

A passbook is a record issued by a bank to account holders.

It shows details of deposits, withdrawals, interest, and balance in the account.

Q4. Why crossing of cheque is so important?

Crossing ensures that the cheque can only be deposited in a bank account and not encashed over the counter.

It provides safety, prevents misuse, and ensures payment to the right person.

Q5. Explain the impact of tax evasion on economy.

Leads to loss of government revenue.

Reduces funds for public welfare projects.

Creates inequality between honest taxpayers and evaders.

Encourages corruption and weakens economic growth.

Q6. Differentiate between file and folder.

File: A collection of data or information stored with a specific name and extension (e.g., document, picture, video).

Folder: A container used to organize and store multiple files and even other folders.

Q7. Differentiate between interest and abilities.

Interest: The activities or subjects a person enjoys or likes to do (e.g., reading, painting).

Abilities: The skills or talents a person possesses to perform tasks effectively (e.g., problem-solving, communication).

Q8. What are the smart ways of defining goals?

SMART stands for:

S – Specific

M – Measurable

A – Achievable

R – Relevant

T – Time-bound

These criteria help set clear, realistic, and effective goals.

Q9. Explain the concept of P.Y.F.

P.Y.F. means Pay Yourself First.

It suggests saving a portion of your income before spending on anything else.

This helps in building savings, investments, and financial security.

Q10. Describe the origin or evolution of money.

Barter System: Exchange of goods and services directly.

Commodity Money: Use of valuable items like gold, silver, salt, etc.

Metallic Money: Coins made of metals.

Paper Money: Currency notes issued by governments/banks.

Plastic Money: Debit/credit cards.

Digital Money: Online payments, UPI, cryptocurrencies.