



# Economics: Supply & Demand

Name: \_\_\_\_\_

Date: \_\_\_\_\_

Grade: Grade 5

## Part A: Fix the Sentence

Each sentence has an error. Rewrite it correctly on the line.

1. Fix the sentence: Putting money into a savings account means you can never use it again.

Rewrite: \_\_\_\_\_

2. Fix the sentence: Banks only lend money to other banks, never to people or businesses.

Rewrite: \_\_\_\_\_

3. Fix the sentence: Interest is a fee the bank charges you for keeping your savings safe.

Rewrite: \_\_\_\_\_

## Part B: Fill in the Blank

Write the missing word or number on each line.

1. Setting aside money to use in the future is called \_\_\_\_\_.
2. A bank pays \_\_\_\_\_ on your savings as a reward for depositing money.
3. Using money to buy goods and services right now is called \_\_\_\_\_.
4. A \_\_\_\_\_ is a place that keeps money safe and lends money to borrowers.

## Part C: Short Answer

Answer each question in one or two complete sentences.

1. Why is it important for people to save some of their money instead of spending it all?

\_\_\_\_\_  
\_\_\_\_\_

2. How do banks help both savers and borrowers?

\_\_\_\_\_  
\_\_\_\_\_

**Part A: Fix the Sentence**

---

Each sentence has an error. Rewrite it correctly on the line.

1. Fix the sentence: Putting money into a savings account means you can never use it again.

Rewrite: Putting money into a savings account means you are keeping it safe and can use it later.

---

2. Fix the sentence: Banks only lend money to other banks, never to people or businesses.

Rewrite: Banks lend money to people, businesses, and other banks.

---

3. Fix the sentence: Interest is a fee the bank charges you for keeping your savings safe.

Rewrite: Interest is money the bank pays you for keeping your savings in the account.

---

**Part B: Fill in the Blank**

---

Write the missing word or number on each line.

1. Setting aside money to use in the future is called saving .
2. A bank pays interest on your savings as a reward for depositing money.
3. Using money to buy goods and services right now is called spending .
4. A bank is a place that keeps money safe and lends money to borrowers.

**Part C: Short Answer**

---

Answer each question in one or two complete sentences.

1. Why is it important for people to save some of their money instead of spending it all?

*Saving money is important because it helps people pay for unexpected expenses or large purchases in the future. Without savings, a person may not have enough money when an emergency happens.*

---

---

2. How do banks help both savers and borrowers?

*Banks help savers by keeping their money safe and paying them interest. Banks help borrowers by lending them money so they can buy things like houses or start businesses.*

---