

6. Money



INVESTICE DO ROZVOJE VZDĚLÁVÁNÍ

Výuka jazyků
prostřednictvím ICT

CZ.1.07/1.1.10/03.0026

MONEY

- is a special kind of good
- has no inherent value
- is any object generally accepted as payment for goods and services (historical commodity money)
- has different forms (cash, cashless)
- has different functions
- is an important tool of economic policy

FORMS OF MONEY

- Historical:
 - commodity money
- Current:
 - cash – coins and banknotes
 - cashless
 - deposits in banks
 - cheques, cards (credit, debit)

FUNCTIONS OF MONEY

- Medium of exchange
- Measure of value
- Standard of deferred payment
- Store of value



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MONEY IN ECONOMY

- Quantity of money $>$ quantity of goods = **inflation**
- Quantity of money = quantity of goods = **price stability** (not very common)
- Quantity of money $<$ quantity of goods = **deflation**

CZECH CURRENCY

- Coins and Banknotes:



EURO

- Common European currency

