Save or spend? Either way, a trade-off

Explain the concept of opportunity cost as it relates to making a saving or spending choice.

Name: _____ **Date:** _____

IN PLAIN WORDS

Saving OR spending, either way, you give something up. That trade-off is the opportunity cost.

READ EACH STORY. DID THEY SAVE OR SPEND? CIRCLE YOUR ANSWER

Amir got 8 dollars for his birthday and put all of it in his savings jar.

Save Spend

Priya got 8 dollars and used it to buy a new art set the same day.

Save Spend

IF YOU SAVE YOUR MONEY, WHAT DO YOU GIVE UP RIGHT NOW? (THE OPPORTUNITY COST)

IF YOU SPEND YOUR MONEY, WHAT DO YOU GIVE UP LATER? (THE OPPORTUNITY COST)