Save It for Later

How saving helps people and businesses

2.E.5 "Explain the concept of savings and why this is important for individuals and for the economy."

NAME _____ DATE _____

1 READ AND MARK

Read it twice

YOUR JOB Underline what savings means, circle one way saving helps Leo, and number the bank, shop, and workers to show how savings can help the economy.

Leo's Savings

1. On Saturday, Leo earns six dollars for helping at a yard sale. He puts four dollars in a jar instead of spending it now. Money kept to use later is called savings. Leo wants to buy a soccer ball next month.

2. Saving helps Leo wait until he has enough money for the ball. It can also help him if his bike tire breaks and needs fixing. He will not have to find all the money for a repair at once.

3. Adults can save money in a bank. Banks can lend some of that money to a small bread shop. The shop might buy a new oven and pay workers to make bread. Saving can help shops grow and people earn money.

2 ANSWER WITH EVIDENCE

Use the passage

1. How does Leo's jar show what savings means?

2. Why might saving help Leo if his bike tire breaks?

3. How could money saved at a bank help workers at the bread shop?

3 YOUR TURN

Your own words

Think of something you could save for and a business other than a bread shop. Write two sentences explaining how saving could help you and how savings in a bank could help that business and its workers.

ANSWER KEY

Save It for Later

GRADE 2 · 2.E.5

PART 1 · READ AND MARK

Underline what savings means, circle one way saving helps Leo, and number the bank, shop, and workers to show how savings can help the economy. Accept any marking that follows this job and points at the right text.

PART 2 · ANSWERS

#	QUESTION	ANSWER
1	How does Leo's jar show what savings means?	**Leo keeps four dollars in the jar to use later instead of spending it now.**
2	Why might saving help Leo if his bike tire breaks?	**He could use money he has saved to help pay for the repair.**
3	How could money saved at a bank help workers at the bread shop?	**The bank could lend money to the shop. The shop could then pay workers to make bread.**

PART 3 · YOUR TURN (SAMPLE ANSWER)

I would save for a new backpack so I could buy it when I need it. If a bank lends some saved money to a bike shop, the shop could buy tools and pay workers to fix bikes.

Accept any sensible personal reason to save and a possible way a bank loan could help a different business pay its workers. For the marking job, students should number the bank first, the shop second, and the workers third.