

Name _____

Date _____

Needs & Wants - Answer Key

Read each question and circle the correct answer.

1. Which of these is a need?

- ☒ A. clean air
- B. new jeans
- C. cool sneakers
- D. your favorite candy

2. Which of these is a want?

- A. food
- B. water
- C. shelter
- ☒ D. smartphone

3. Where would heavy, warm clothing be a true need?

- A. nowhere
- B. everywhere
- ☒ C. in a town with a cold, snowy climate
- D. in a very big city with a sunny climate

4. Living on a budget means you

- A. can never buy anything fun.
- B. should get everything that you want.
- C. don't have to make choices about your money.
- ☒ D. are planning how to spend and save your money.

5. Which of these is an example of a good?

- A. a laptop
- B. an apple
- C. a backpack
- ☒ D. all of the above

6. Which of these is **not** an example of a service?

- A. babysitting
- B. mowing the lawn
- ☒ C. a vase of flowers
- D. fixing your computer

7. Using money to buy goods and services is called

- ☒ A. spending.
- B. investing.
- C. wanting.
- D. saving.

8. If you are living on a budget, which of these would you buy first?

- A. the latest album by your favorite artist
- ☒ B. new sneakers because your old ones have a hole
- C. that sweatshirt everyone in your school is wearing
- D. an upgraded phone even though the one you have works

9. Which of these is an example of saving money?

- ☒ A. putting \$10 in a bank
- B. buying a sandwich for \$6
- C. walking around a toy store
- D. selling your old jeans for \$5

10. What is the difference between a want and a need?

- A. A want is more important than a need.
- ☒ B. A need is more important than a want.
- C. You can never buy things you want, only things you need.
- D. You can never buy things you need, only things you want.