

Question No. 1

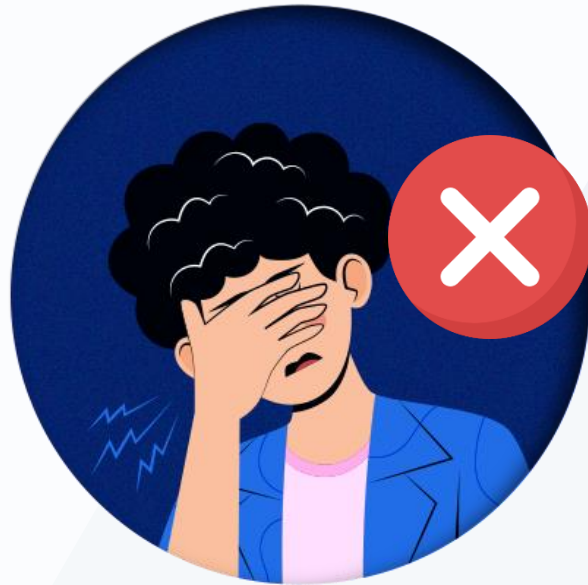
**What is the BSP's
primary mandate?**

Question No. 1

What is the BSP's primary mandate

- A Produce currency/print money
- B Regulate and supervise banks
- C Maintain price stability**
- D Determine exchange rate
- E Oversee/manage payments and settlements system

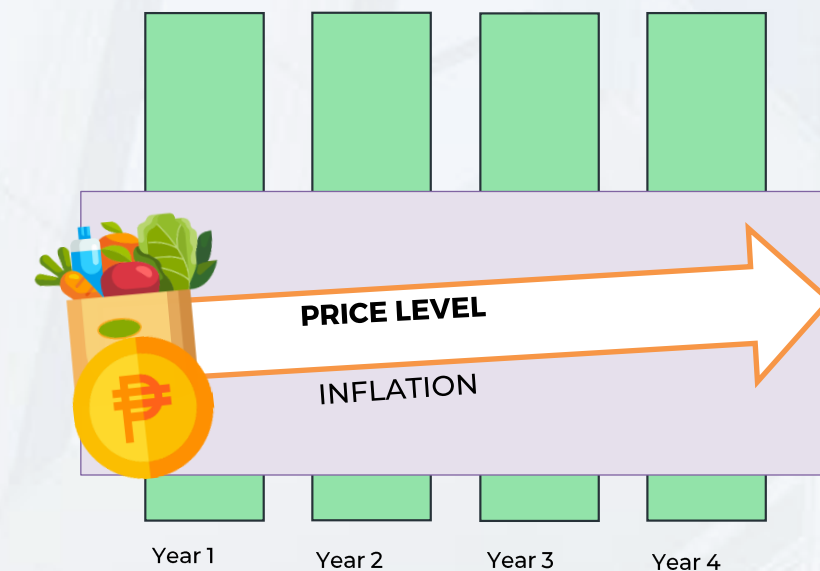
Price Stability



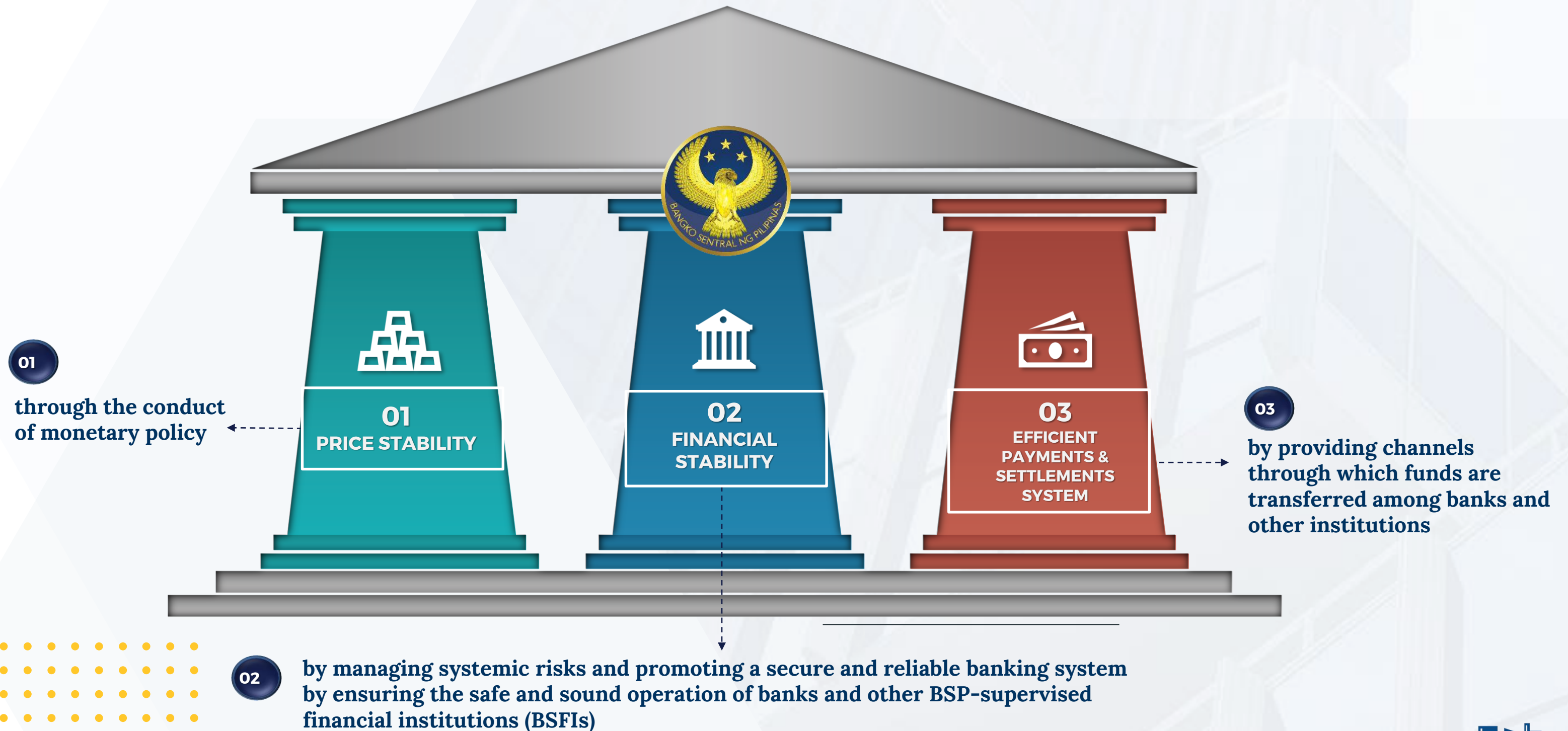
prices are **not** changing



rate of increase in average prices of goods and services (inflation) remain low and stable over time



Core Functions of the BSP



Question No. 2

What **monetary policy** should be used to manage inflation when there is **too much liquidity**?



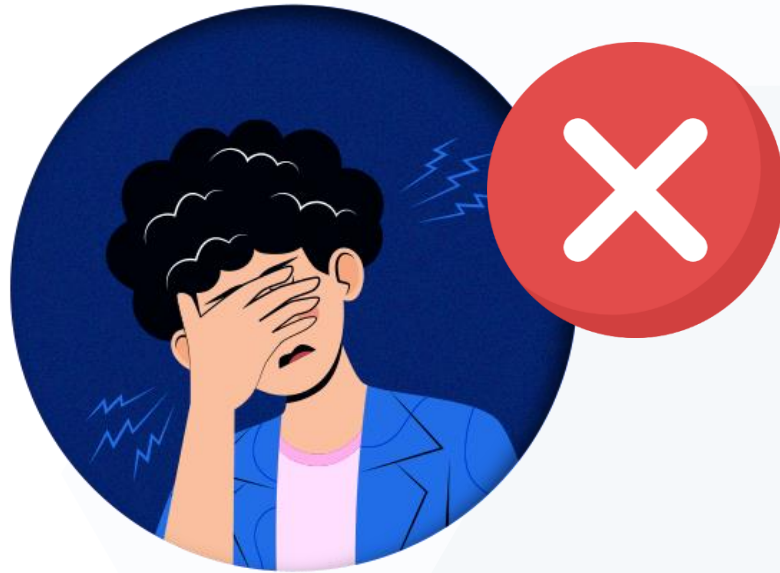
Question No. 2

What **monetary policy** should be used to manage inflation when there is **too much liquidity**?

- A** Increase policy rate
- B** Decrease policy rate
- C** Keep policy rate the same
- D** Appreciate the peso
- E** Depreciate the peso

Inflation

PRICES



individual prices of different goods and services



the **general price level** or the **representative price** in the economy



- FOOD
- WATER AND ELECTRICITY
- TRANSPORTATION
- EDUCATION
- HEALTHCARE
- CLOTHING

CPI

the **average price** of the **standard basket of goods and services** consumed by a typical Filipino family for a given period

BSP's Conduct of Monetary Policy

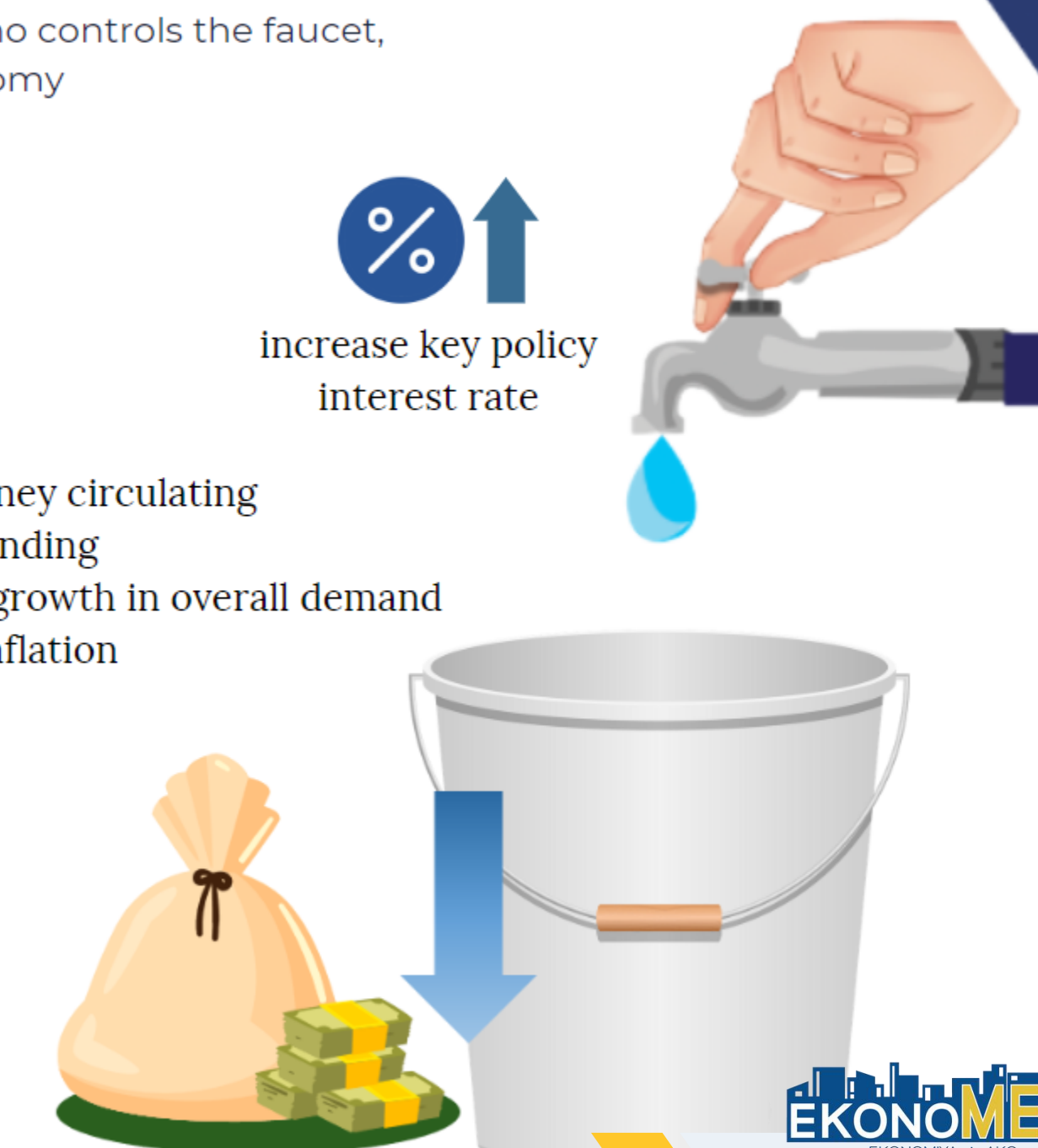
EXPANSIONARY vs. CONTRACTIONARY MONETARY POLICY

We think of monetary policy as the faucet, BSP as the person who controls the faucet, and water as the supply of money in the economy



lower key policy
interest rate

- more money circulating
- more spending
- higher inflation



increase key policy
interest rate

- less money circulating
- less spending
- slower growth in overall demand
- lower inflation



Question No. 3

Digital banks
are defined as:

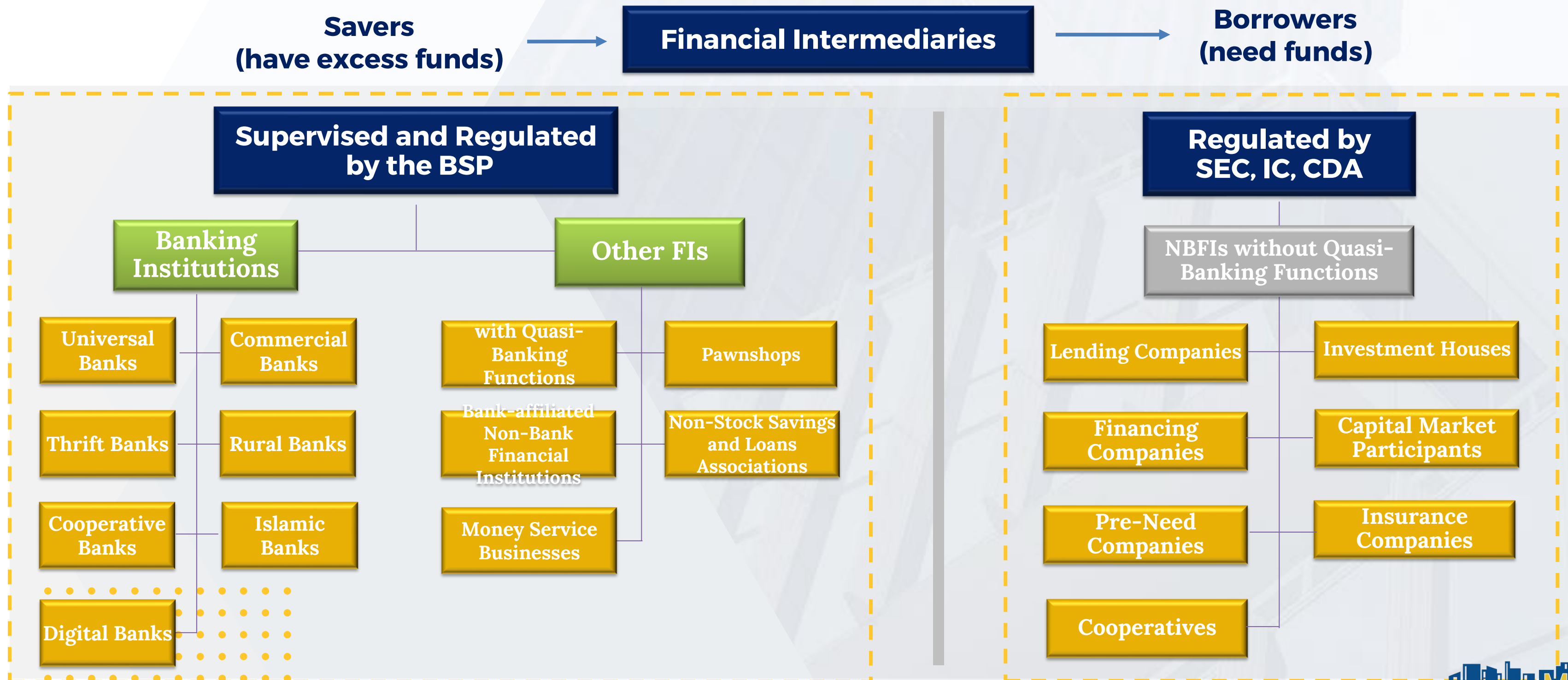


Question No. 3

Digital banks
are defined as:

- A** Universal and commercial banks offering digital banking products and services
- B** Banks with physical branches that has a digital platform and/or electronic channels to process financial products and services
- C** Banks with no physical branches that uses the digital platform and/or electronic channels to offer and process financial products and services from end-to-end
- D** Banks with head office offering virtual assets such as crypto currency as one of its products
- E** Banks offering digital currency

Overview of the Philippine Financial System



Question No. 4

Why does the BSP **change the design of the Philippine currency from time to time?**

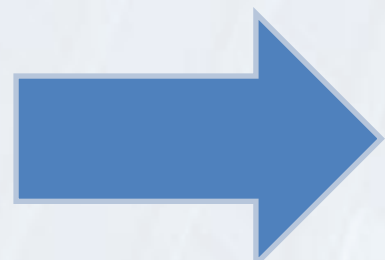


Question No. 4

Why does the BSP **change** the design of the Philippine currency from time to time?

- A** To improve its security features
- B** To protect currency integrity
- C** To promote our national heroes, tourist destinations, flora and fauna
- D** Letters A and B
- E** Letters B and C

New Design Series (NDS) 1985-2017



New Generation Currency Series 2010-present



Question No. 5

Payments and settlements

system refers to:



Question No. 5

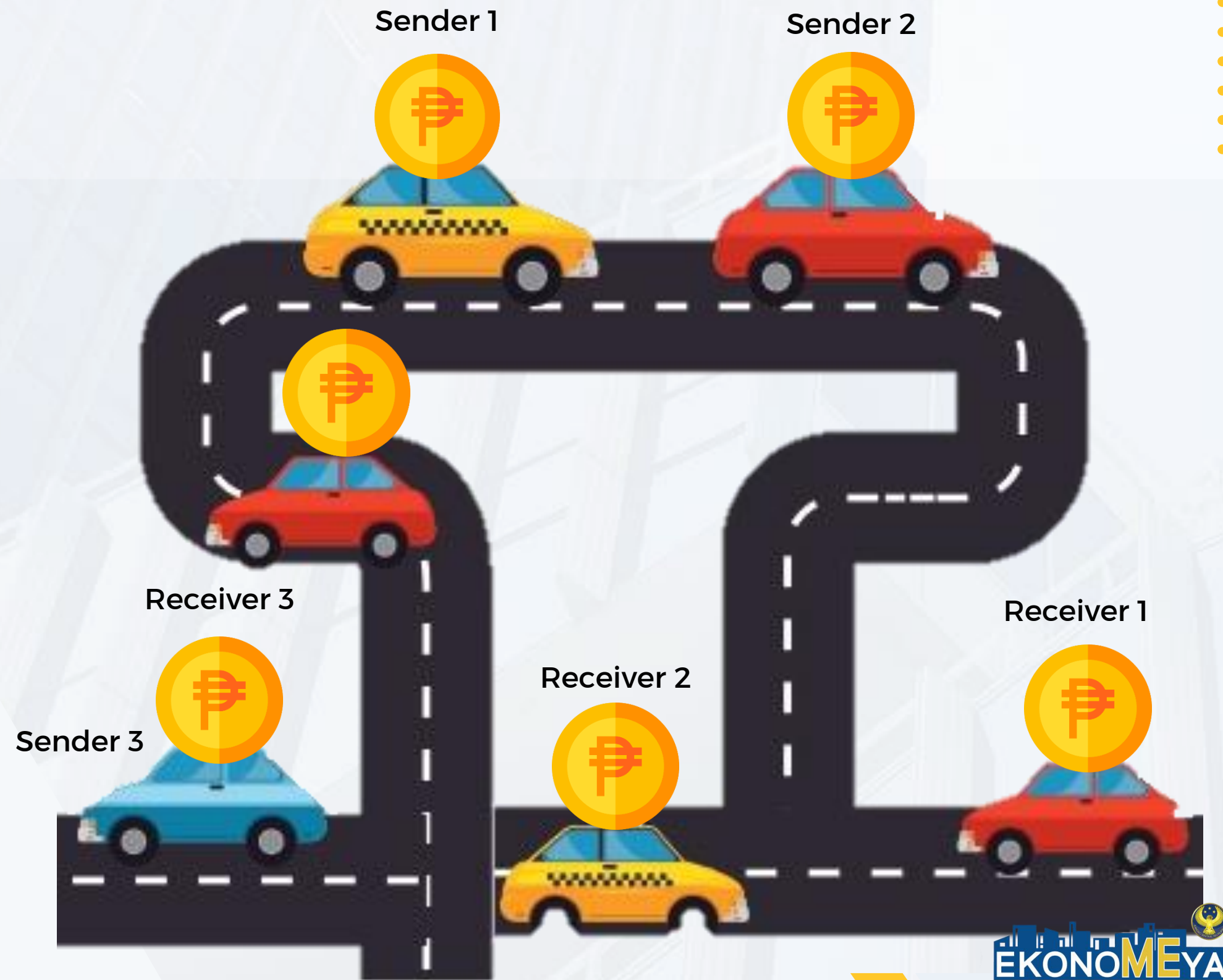
Payments and settlements
system refers to:

- A** Channels through which funds are transferred from one entity to another to settle a payment transaction
- B** Receipt of cash payment from a buyer to pay for a purchase of product or service
- C** System of borrowing funds from a bank to finance big-ticket purchases like a vehicle
- D** None of the above

Payments and settlements system



BSP provides an environment to settle payments efficiently and effectively.



Question No. 6

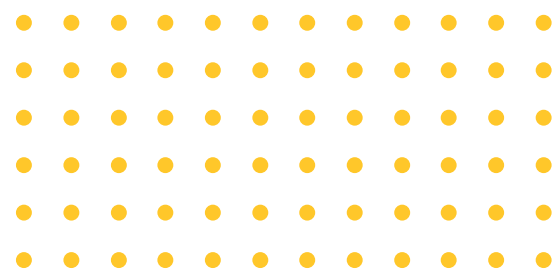
Why do we make a **financial plan?**



Question No. 6

Why do we make a **financial plan?**

- A** To have control over spending
- B** To have security from risk
- C** To have a sustainable lifestyle
- D** All of the above
- E** Letters A and B

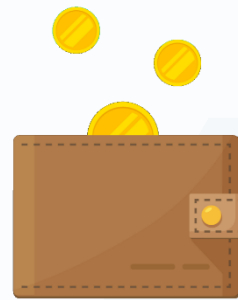


Financial Planning

“Financial Planning is the process of assessing and managing our financial resources, to help us plan for achieving our financial goals and secure our financial life.”



Why make a Financial Plan?



Control over spending



Sustainable lifestyle



Security from risk



Freedom from debt



Freedom from worry



Realizing goals

Question No. 7

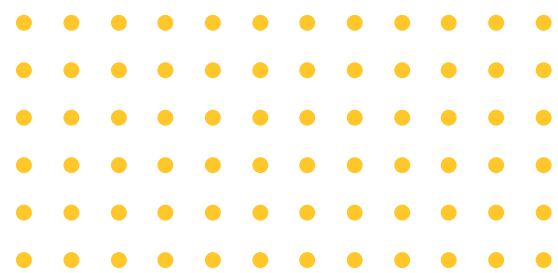
The correct
saving formula is



Question No. 7

The correct
saving formula is

- A $\text{Income} - \text{Expenses} = \text{Savings}$
- B $\text{Expenses} - \text{Savings} = \text{Income}$
- C $\text{Income} - \text{Savings} = \text{Expenses}$**
- D $\text{Savings} - \text{Expenses} = \text{Income}$
- E $\text{Expenses} - \text{Income} = \text{Savings}$





When is the best time to budget?

N  **OW**

Question No. 8

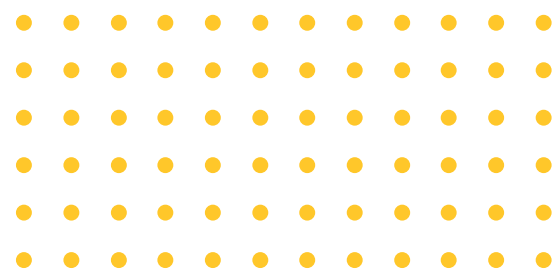
Which quote best illustrates
what a **budget** is?



Question No. 8

Which quote best illustrates what a **budget** is?

- A *"If you don't get serious about your money, you will never have serious money"* Grant Cardone
- B *"... telling your money where to go instead of wondering where it went"* Dave Ramsey
- C *"When somebody says it's not about the money, it's about the money"* H.L. Mencken
- D *"One turns the cheek: the other kisses it. One provides the cash: the other spends it"* George Bernard Shaw
- E *"It is more profitable to be a lender than a spender"* Hendrith Vanlon Smith Jr.



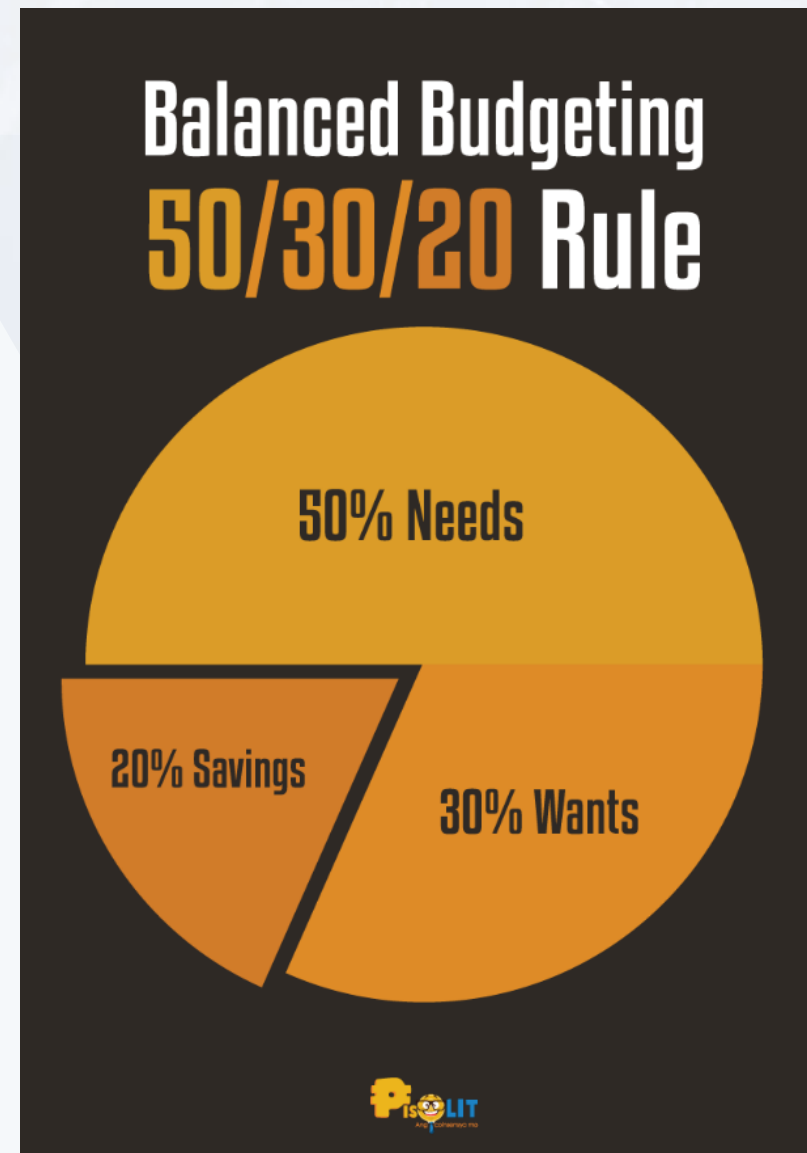
Budgeting Techniques

Reverse Budgeting

SAVIOR BANK



Set aside your saving goal.
Spend the rest however
you please, but wisely.



Envelope Budgeting

Strict allotment of cash per spending category.



Clothing, Rent, Christmas, Auto Repair, Savings, Emergency



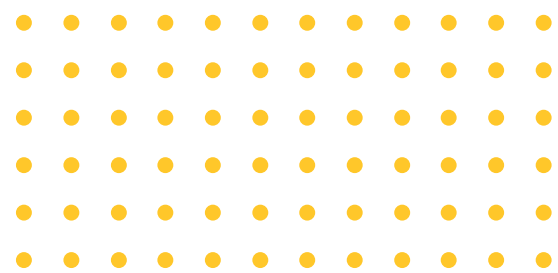
Question No. 9

This is the **Electronic Fund Transfer (ETF) service** that enables users to transfer funds from their accounts to another account with other financial institutions. Funds transferred via this ETF are **received almost instantly**, even during non-banking days and hours, subject to a limit of **P50,000 per transaction.**

Question No. 9

This is the **Electronic Fund Transfer (ETF)** service that enables users to transfer funds from their accounts to another account with other financial institutions. Funds transferred via this ETF are **received almost instantly**, even during non-banking days and hours, subject to a limit of **P50,000 per transaction**

- A **PesoNet**
- B InstaPay**
- C **QR PH**
- D **Bills PH**
- E **None of the above**

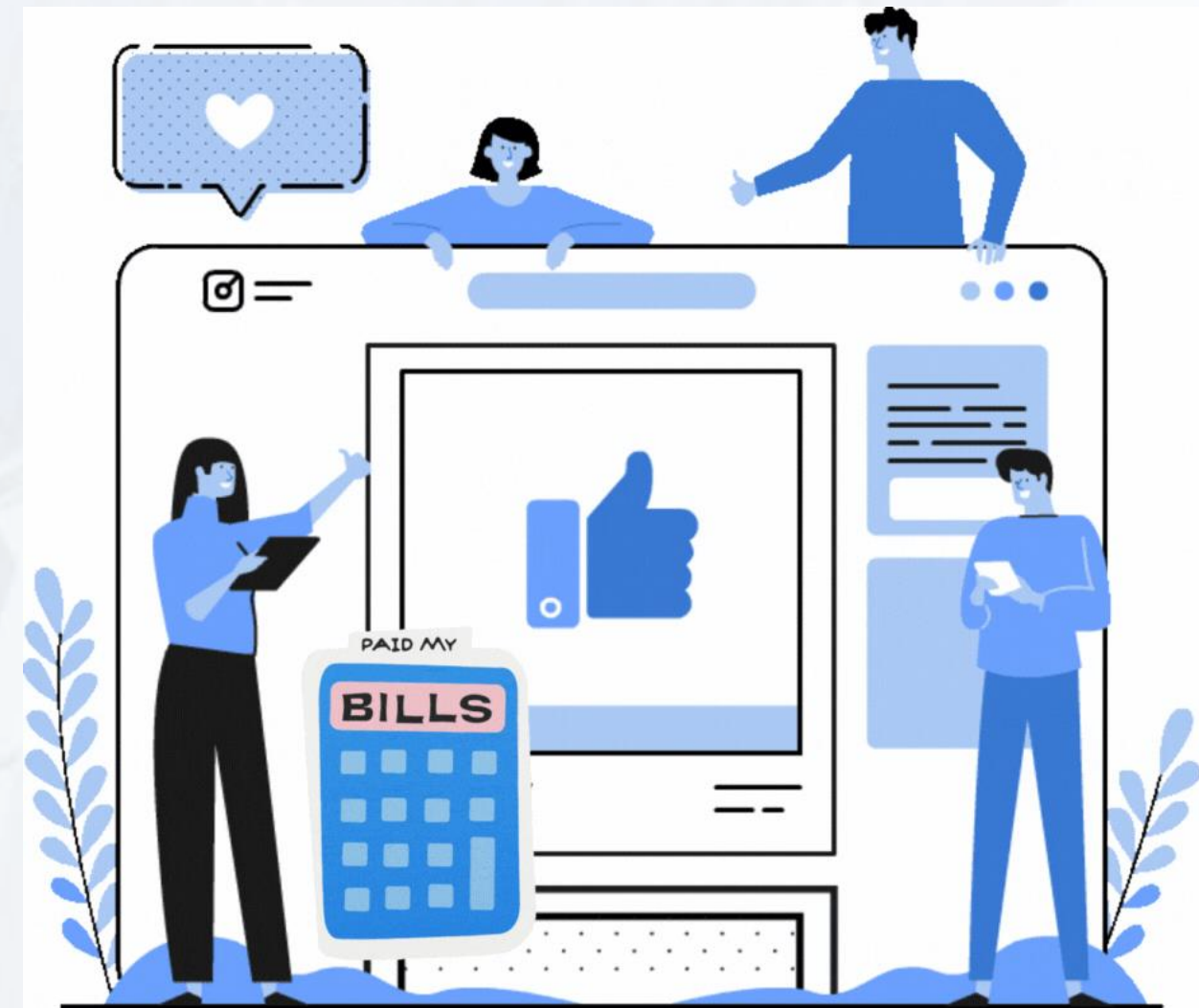


Digital Solutions

**Auto Debit
Arrangement**

**Electronic Bills
Payment**

**Electronic Fund
Transfer**

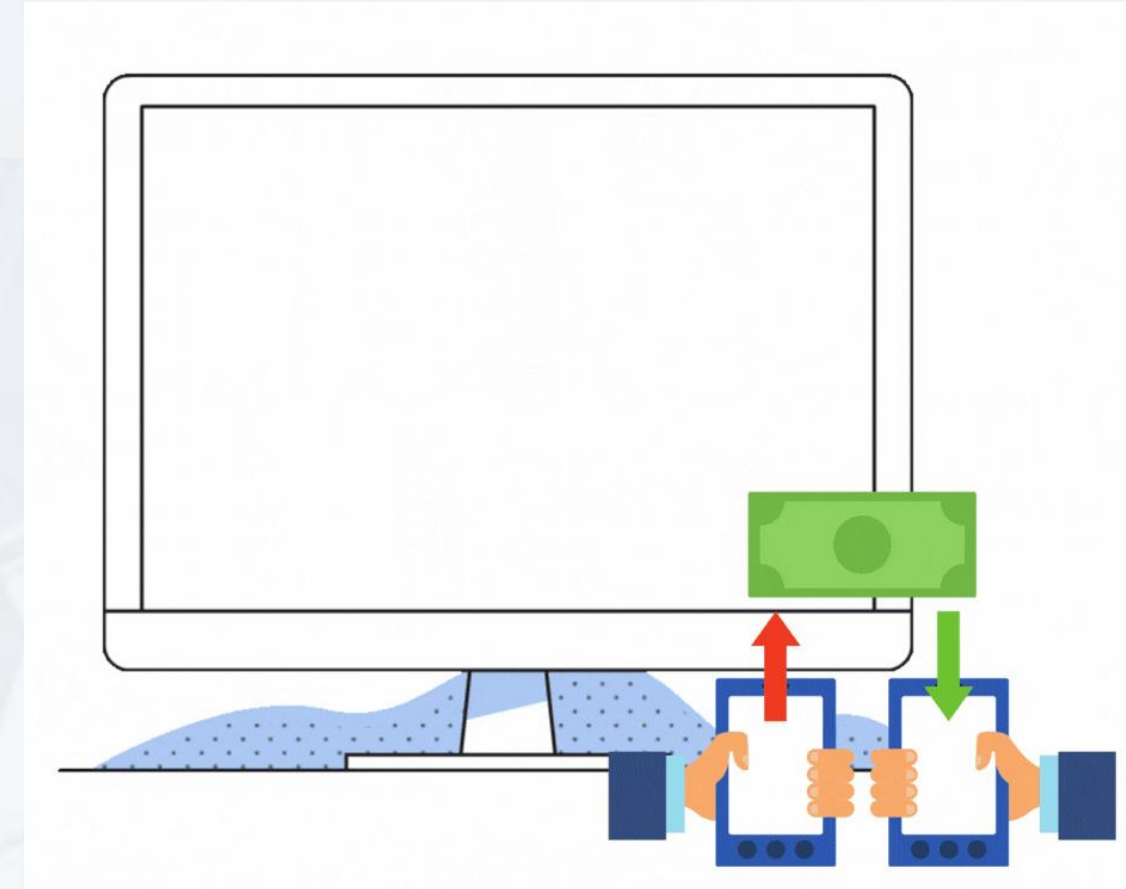


E-Payment Services

PESONet

Philippine Electronic Fund Transfer & System Operations Network

instaPay



Available in participating bank and non-bank financial institutions

Question No. 10

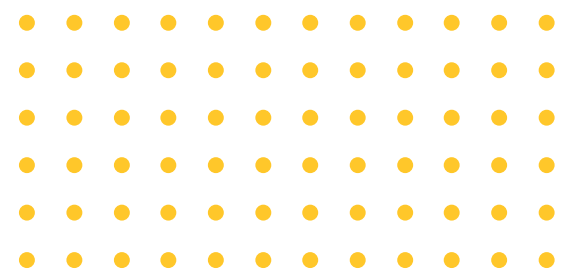
This is sometimes called a **digital shadow** and refers to the data you leave when you use the internet.



Question No. 10

This is sometimes called a **digital shadow** and refers to the data you leave when you use the internet.

- A Digital footprint**
- B Cyber profile**
- C Digital data**
- D Digital condition**
- E Cyber Hacking**



Cyber Hygiene Practices

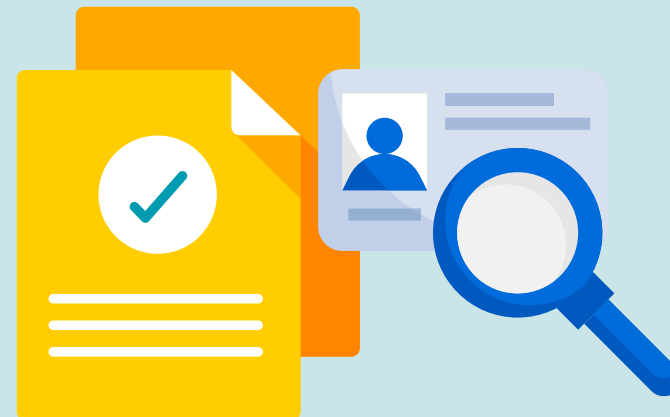
Check Emails, Texts and Websites

- Phishing emails usually contain wrong spelling and grammar
- It also uses personal email addresses and unofficial URLs.
- Check if the website URL has an "S" to ensure that it is safe (<https://www.website.com>)



Do Background Checks

- Verify the identity and legitimacy of individuals or institutions that request for personal and account information, donations, investments or payments.



Use Strong Passwords

- Lengthen and use special characters in your password to make it harder to guess.
- Use different passwords for different accounts and change it frequently.



Cyber Hygiene Practices

Use Multi-Factor Authentication

- Make use of security questions, mobile pin (MPIN), one-time-pin (OTP), or texts and email notifications for all your accounts as an additional layer of security when logging-in or confirming financial transactions



Maintain Information on Personal Accounts Private

- Do not divulge your account numbers, log-in credentials, MPIN, OTP, and CVV code to others



Legal financial institutions will NOT ask for personal and sensitive information



Report Suspicious Communications, Personnel or Transactions to the Authorities

- Immediately ask your bank or financial institution for help.
- Report suspicious emails from fake websites, impostors or suspicious documents and transactions to regulatory authorities such as the BSP.

