

Task 2

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Instruction: Watch the video and answer the questions IN THE SPACE PROVIDED.

Tip: You should turn on English subtitles. You should also read the questions first.

Your answer does not need to be long.

Video: <https://www.youtube.com/watch?v=XsRk9RThGt0&t=1s> (Main Video)

<https://youtu.be/5RDMdc5r5z8?t=111> (Key Diagram)

1. What are the four ways to spend money according to Milton Friedman?

1. You spend your own money on yourself. 2. You spend your own money on someone else.
 3. You spend someone else's money on yourself. 4. You spend someone else's money on someone else.

2. How does each of the four ways differ? (Hint: watch the second video.)

- You spend your own money on yourself. = economize and seek highest value
 - You spend your own money on someone else. = economize, but don't seek highest value
 - You spend someone else's money on yourself. = don't economize, but seek highest value.
 - You spend someone else's money on someone else. = don't economize and don't seek highest value.

3. Give real-life examples of the four ways to spend money.

1. Buy yourself a phone.
 2. I buy a clothe for mom.
 3. Use father's money to buy a computer.
 4. Use father's money to buy a shoe for girlfriend.

4. According to Milton Friedman, which way to spend money is the least efficient?

You spend someone else's money on someone else.

5. What is the key message from the video?

The key concept is to spend someone else's money on someone else often doesn't result in the most efficient use money. There is simply too much economic wastage because people don't have much or any interest.

6. At the end of the second video, the speakers mention that public/government schools have some problems. Do you think private schools better address the same problems? Why or Why Not?

I think private school better address the same problems because there are more resources than public schools. In my opinion, private schools able to manage money better in terms of spending according to the budget. They can do anything more than public school.