

## Task 2

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      3.) You spend someone else's money on yourself

2.) You spend your own money on someone else      4.) You spend someone else's money on someone else

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

1.) You spend your own money on yourself → economize and seek highest value.

2.) You spend your own money on someone else → economize, but don't seek highest value.

3.) You spend someone else's money on yourself → don't economize, but seek highest value.

4.) 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.) I buy the bag to myself.

2.) I pay my friends for a concert.

3.) My parents buy a birthday gift for me.

4.) I spend my boss's money to buy a ticket for customer.

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

When you spend somebody else's money on somebody else's money.

5. What is the key message from the video?

The video gives 4 different ways to spend money 1.) spend your own money on yourself 2.) spend your own

money on someone else 3.) spend someone else's money on yourself 4.) spend someone else's money on someone else

the most efficiency way is spend your own money on yourself because it is safe to buying and the least efficiency

way is spending someone else's money on someone else because that makes people who have welfare less awareness about value of money.

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?

In my opinion, I personally think that private schools address this problem way more

better because they spend all the money they get from student's parents directly to the student

so, the student get more education and quality comparian to the government schools which

get the money from taxes so they don't need to consider how to spend money on their

student.