Alternative income

Student: ………………………..…………..…..…..…………… Class: …..…….....………. Due date: …..…….…………………...

**1.** The follow are descriptions of types of alternative income. Label these with the appropriate term.

People may receive a this kind of income for a range of different reasons. Some retired people receive a pension to help them with their living expenses. Other people may receive this if they are unemployed or if they are not working for some other reason (such as illness).

Some people choose to invest in companies. To do this they buy a ‘share’ in the company. These people will then become part owners of the business and they are known as shareholders. When the company makes a profit, they give some of the profit to the shareholders which creates this kind of income.

This is the money that people save for their own retirement. Money is deducted from a person’s weekly income and placed into a fund. People are able to access this money upon retirement.

People such as real estate agents may earn this kind of income. This means that for every sale they make, they receive a small percentage of the money made. The more they sell, the larger the amount of money they receive.

A large number of people in Australia own an investment property. An investment property is one that the owners do not live in. Instead, they rent it out to tenants. The rent payments received from tenants provide an alternative source of income for the owners of the property.

**2.** Why is superannuation a crucial form of income in Australia?

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