

Title	Describe risks and select risk management strategies for personal finances		
Level	1	Credits	3

Purpose	People credited with this unit standard are able to describe risks and select risk management strategies for personal finances.
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Classification	Core Generic > Financial Capability
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Available grade	Achieved, Merit, and Excellence
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Criteria for Merit	The description of the risks and selected risk management strategies for Merit includes examples of how these strategies minimise the risk on personal finances.
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Criteria for Excellence	The description of the risks and selected risk management strategies for Excellence includes justification on why these strategies minimise the risk on personal finances.
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Guidance Information

- 1 This unit standard can be awarded with *Achieved*, *Merit*, or *Excellence*. For the *Achieved* grade to be awarded, the outcome must be achieved as specified in the outcome statement. For *Merit* or *Excellence* to be awarded, the candidate must meet the *Merit* or *Excellence* criteria specified above.
- 2 **Definitions**
Personal refers to an individual, whānau or family unit rather than an iwi, group, business or organisation.
Risks refers to – the loss of money or property, theft of identity, change in value of assets, loss or damage due to natural or man-made events, health issues.
Risk management strategies refers to ways to protect your personal assets and may include wills, insurance and security measures; such strategies may be reviewed as lifestyle or personal circumstances change.
- 3 Legislation may include but is not limited to:
 Financial Markets Conduct Act 2013
 Insurance Law Reform Act 1985
 Crimes Act 1961 (Sections 220, 228, 229, 240, 242, and 256, 257, 258 to 260)
 Land Transport Act 1998
 Financial Service Providers (Registration and Dispute Resolution) Act 2008
 Privacy Act 2020

and all subsequent amendments and replacements.

4 References

Ministry of Consumer Affairs – Scams, available at

<https://www.consumerprotection.govt.nz/>;

Insurance Council of New Zealand, available at

<https://www.icnz.org.nz/understanding-insurance/the-basics/>;

Financial Markets Authority, available at <https://www.fma.govt.nz/>;

Financial Services Council of New Zealand, available at <https://fsc.org.nz/>;

Inland Revenue, available at <https://www.ird.govt.nz/>;

Sorted: Your Independent Money Guide, available at <https://www.sorted.org.nz/>.

Outcomes and performance criteria

Outcome 1

Describe risks and select risk management strategies for personal finances.

Performance criteria

1.1 Risks to personal assets are described in relation to the impact on personal finances.

Range personal assets include – motor vehicle, house or house contents, identity, health and wellbeing/hauora.

1.2 Risk management strategies to minimise risks to personal finances in relation to personal assets are selected.

Range insurance and two other risk management strategies.

Planned review date	31 December 2025
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Status information and last date for assessment for superseded versions

Process	Version	Date	Last Date for Assessment
Registration	1	12 December 2013	31 December 2018
Revision	2	21 May 2015	31 December 2018
Review	3	21 July 2016	31 December 2022
Review	4	29 July 2021	N/A

Consent and Moderation Requirements (CMR) reference	0226
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This CMR can be accessed at <https://www.nzqa.govt.nz/framework/search/index.do>.

Comments on this unit standard

Please contact NZQA National Qualifications Services nqs@nzqa.govt.nz if you wish to suggest changes to the content of this unit standard.