Time frame = 5 months

Monthly savings = KSh 5,000 ÷ 5 = **KSh 1,000**

d) **Explain one reason why Anita needs to maintain financial discipline. (2 marks)**

i. Financial discipline ensures she **sticks to her savings plan** and doesn't spend the money on other things.

ii. It is the self-control needed to save consistently and reach her goal.

e) **Suggest one way Anita can track her savings. (2 marks)**

i. She can keep a **savings chart** and tick off each month's savings.

ii. She can use a **notebook** to record her income and expenses.

QUESTION 2 (10 Marks)

a) **State whether this is a short-term, medium-term, or long-term goal. (2 marks)**

i. This is a **short-term goal**.

ii. The timeline is 8 months, which is less than a year.

b) **If there are 10 members, calculate the monthly contribution per member. (2 marks)**

Total amount = KSh 20,000

Number of members = 10

Monthly savings = KSh 20,000 ÷ 10 = KSh 2,000 (total monthly)

Monthly contribution per member = KSh 2,000 ÷ 8 months = **KSh 250** per person per month.

c) **Give two benefits of setting this goal. (2 marks)**

i. It provides a **sense of unity** and a shared purpose for the group.

ii. It helps them **acquire the equipment** needed for their activities.

iii. It teaches them **financial responsibility** and the value of saving together.

d) **Mention two challenges that may stop them from achieving this goal. (2 marks)**