

Economic and financial milestone

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What is money?

Money is all means of payment used in the economy.

Money emerged as a necessity to facilitate exchange which was realized at first in the form of.

Throughout its evolution, money has taken various forms, from animal skins, shark teeth, seashells, etc., to precious metal coins and banknotes



Classification of money

Cash

- a. Coins: they are metal money that has been printed with certain signs to be easily recognized and used;
- b. Banknotes: they are made of paper or polymers (plastic), with certain security features.

Scriptural currency / account money

They do not have a physical existence and represent the sums of money in bank accounts registered in the names of individuals and/or legal entities Money can also be used in electronic form (electronic money or e-money), on the Internet or through the card for payments with value smaller.

Virtual currency or cryptocurrency (bitcoin, ethereum, ripple, litecoin)

It is a non-bank currency that is used in virtual transactions through a software application.

Each currency has an international recognition code, such as: Romanian leu - RON, Euro - EUR, American dollar - USD, British pound - GBP, etc. The currency of the European Union (euro) was put into circulation on 1 January 2002 and is used today in most member states. Euro banknotes have the same design in all states that use them, but the coins have a face printed with each state's national emblem. About 25% of the entire planet's savings are now held in euros.

CHARACTERISTICS OF MONEY