

## Financial Illiteracy: ILL, Littered and Reckless Investment Decisions

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### **Abstract**

This paper is related to the concept of the Financial Illiteracy that impact the investment decision. This paper is about the enhancing the knowledge and skills regarding the effective and efficiently money management and also enhancing the financial development in the view of the economic growth all over country. After considering the study about the Financial Illiteracy present the actual impact on the Illiteracy overall on the investment and also on the decision making among the undergraduates. In the financial illiteracy discussed with relation to the littered as well as the reckless investment decisions which affects of the baseless investments that lead to the promotion of false investment knowledge to the people Also present the student knowledge about the financial report.

### **Introduction**

Financial literacy enhanced the knowledge in financial development and country's economic growth. Financial literacy is defined as the skills or knowledge that enabled the effective money management. From the study it is examined that investment decision gets affected due to financial illiteracy. The main focus of this study is to examine how a student level on financial study influenced the financial decision, opinion and practices. This topic explains the developments that are increasing people's financial stress, including phenomena like stagnant earnings and income disparity. According to the (Chris Arthur, 2016) Financial Literacy Education is the representative of the presiding response in education to hazardous employment and increasing financial illiteracy and insecurity.

### **Literature**

Humans make a different financials decisions on a regular basis for their life, it is about saving, borrowings and investing. One of the important inference is increasing the cost of the services that push people to make a well financial decision (Lusardi & Mitchell, 2011). Financial literacy is very relevant to take decisions regarding the context of investment of retirement funds, which can be taken by the advance knowledge and financial knowledge (Gallery, et al., 2011).

Miller and Weber 2010 refer that if the person is financially literate, then the person will be able to select actively manage funds rather than less expensive funds.

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Chen and volpe (1998) state that an individual should have a general skill to evaluate the complex financial and new instruments regarding finance so that they can maximize the benefit of financial decision.

Lusardi, Mitchell, & Curto 2010, state about the financial literacy of the young adults, and they showed the financial literacy as the very less people has the basic knowledge of the interest rate , risk diversification and inflation, And due to financial illiterate they took reckless investment decision.

Gallery & Gallery 2010

### **Practical value of the paper**

This paper will provide practical help, that create awareness regarding the importance of financial literacy and also the impact of reckless investment decision due to financial illiterate person .this research could be applied in promoting the financial literacy, it could also provide help in analysing the market trends for investments. This paper will give output to analyse the importance of financial literacy and investment decision. Investors will use this study to examine which factor are the most important factor for taking the personal investment decision. And which factor will be lead to reckless investment decision. (Vitaitytė, 2021)

### **Methodology**

In the examine university about the financial literacy all the related level present the impact of the investment decision making on the all research which conducted all the positivism philosophy and also consider the approach of the deducted research and also part of the quantitative strategy about the research. In the recent scenario most and more focus about the On all the identifications and influences which are made by the financial literacy about the decision of the investment of all the generation used by the younger generation. At the initial time, the space of the study meant the extension of the literature review was followed and carried out for the Identification and determination of the finances. on another hand in the second phase the survey which was conducted among the 200 undergraduate which needs to the represent government university in the Western province

### **Conclusion**

Financial literacy most of the time in enhancing the skills of the people which include this special student according to the Future reviews. It also presents the globalization and development of finance which is crucially Research and finding ways to improve any financial literacy skills as well as knowledge. represent actual participation in the study and the improvement of the country as well as financial literacy. This framework assesses the knowledge of the student as well as the money which includes management, saving, investing, and borrowing. in addition, all the examination about the student application as well as the furniture knowledge, all the understanding and the terms of the

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financial behaviour as well as the decision making is required for every several important findings and as well as the emergency for the study about the summarise and discussions.

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