



Understanding Banking Vocabulary Extension Activity for *Saving Cents* Presentation

Grade Level:

- Grade 8

Learning Objective:

This extension activity, along with the *Saving Cents* presentation should help students:

- Define words commonly associated with banking*

*Definitions are written at an eighth-grade level

Materials Needed:

- whiteboard
- whiteboard marker
- *Understanding Banking Vocabulary* worksheet (1 per student)
- pencils (1 per student)

Lesson Plan:

Write the following words on the whiteboard before the lesson:

- | | |
|---|--|
| <input type="radio"/> bank account | <input type="radio"/> banking transaction |
| <input type="radio"/> savings account | <input type="radio"/> banking fee |
| <input type="radio"/> chequing account | <input type="radio"/> debit card |
| <input type="radio"/> withdrawal | <input type="radio"/> direct deposit |
| <input type="radio"/> simple interest | <input type="radio"/> monthly bank statement |
| <input type="radio"/> compound interest | <input type="radio"/> transfer |
| <input type="radio"/> monthly fee | |

1. Read the words on the whiteboard aloud and ask students if they have ever heard of any of these terms before
2. Explain to students all the terms relate to banking. Ask students if any of them have accounts at a financial institution. Allow students to share their responses aloud
3. Go through each term and ask students what they know about it. Write correct responses on the whiteboard
4. Share the following definitions with students:



| | |
|------------------------|---|
| bank account | a product offered by a financial institution where customers can put money in and take money out and the financial institution keeps a record of this information |
| savings account | money held by an individual, in an account, at a financial institution intended for future use |
| chequing account | money held by an individual, in an account, at a financial institution intended for regular use |
| withdrawal | taking money out of a bank account |
| simple interest | a percentage of money paid on the principal amount in a bank account |
| compound interest | a percentage of money paid on both the principal amount and any simple interest earned |
| monthly fee | money charged each month for the convenience of having a bank account. Most online financial institutions and youth accounts do not have this charge |
| banking transaction | any activity performed on a bank account by the account holder or at their request |
| banking fee | money charged for completing a banking transaction |
| debit card | a plastic card linked to a bank account. Can be used to deposit and withdraw money from a bank account and make purchases at stores |
| direct deposit | putting money into a bank account as a form of payment (e.g. a paycheque is put directly into an employee's bank account) |
| monthly bank statement | a written record of the activity for a bank account over a monthly period |
| transfer | moving money from one place to another. This may occur electronically or physically (e.g. moving money from a savings account to a chequing account) |

5. Distribute the *Understanding Banking Vocabulary* worksheet to students
6. Review the answers with students after they have completed the worksheet



Understanding Banking Vocabulary

Instructions: match each term to its definition

- | | | |
|------------------------|--------------------|---------------------------|
| a) banking transaction | b) savings account | c) chequing account |
| d) banking fee | e) simple interest | f) monthly fee |
| g) withdrawal | h) transfer | i) compound interest |
| j) debit card | k) direct deposit | l) monthly bank statement |
| m) bank account | | |

1. _____ a written record of the activity for a bank account over a monthly period
2. _____ a product offered by a financial institution where customers can put money in and take money out and the financial institution keeps a record of this information
3. _____ an employer putting money earned into a bank account
4. _____ taking money out of a bank account
5. _____ money charged each month for the convenience of having a bank account. Most online financial institutions and youth accounts do not have this charge
6. _____ money charged for completing a banking transaction
7. _____ a plastic card linked to a bank account. Can be used to deposit and withdraw money from a bank account and make purchases at stores
8. _____ money held by an individual, in an account, at a financial institution intended for regular use
9. _____ money held by an individual, in an account, at a financial institution intended for future use
10. _____ a percentage of money paid on the principal amount in a bank account
11. _____ any activity performed on a bank account by the account holder or at their request
12. _____ a percentage of money paid on both the principal amount and any simple interest earned
13. _____ moving money from one account to another. This may occur electronically or physically (e.g. moving money from a saving account to a chequing account)



Understanding Banking Vocabulary: Answer Key

Instructions: match each term to its definition

- | | | |
|------------------------|--------------------|---------------------------|
| a) banking transaction | b) savings account | c) chequing account |
| d) banking fee | e) simple interest | f) monthly fee |
| g) withdrawal | h) transfer | i) compound interest |
| j) debit card | k) direct deposit | l) monthly bank statement |
| m) bank account | | |

1. l a written record of the activity for a bank account over a monthly period
2. m a product offered by a financial institution where customers can put money in and take money out and the financial institution keeps a record of this information
3. k an employer putting money earned into a bank account
4. g taking money out of a bank account
5. f money charged each month for the convenience of having a bank account. Most online financial institutions and youth accounts do not have this charge
6. d money charged for completing a banking transaction
7. j a plastic card linked to a bank account. Can be used to deposit and withdraw money from a bank account and make purchases at stores
8. c money held by an individual, in an account, at a financial institution intended for regular use
9. b money held by an individual, in an account, at a financial institution intended for future use
10. e a percentage of money paid on the principal amount in a bank account
11. a any activity performed on a bank account by the account holder or at their request
12. i a percentage of money paid on both the principal amount and any simple interest earned
13. h moving money from one account to another. This may occur electronically or physically (e.g. moving money from a saving account to a chequing account)