

Name: _____

Date: _____

Banking – Summative Activity

1. Use your knowledge of financial institutions to complete the following chart:

	ADVANTAGES	DISADVANTAGES
a) trust companies		
b) savings accounts		
c) using the A.T.M.		

2. Refer to Unit 3, Activity 1, Worksheet 3 that summarizes Internet services offered by three financial institutions. Write a radio commercial to advertise which financial institution offers the best package of online banking services. In your commercial, make it very clear why customers would want to use this institution. (*This can be done as an oral presentation, if you wish.)

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3. Use the list of transaction codes from Unit 3, Activity 2, Worksheet 1 to complete the following:

DATE	TRANSACTION CODE	DEBIT (\$)	CREDIT (\$)	ACCOUNT BALANCE (\$)
May 1				86.00
May 6	GWD	10.00		
May 10	CCPR	35.00		
May 15	INT		2.85	
May 18	TF	1.10		
May 19	EFTC		23.00	
May 25	EFTD	72.00		
May 28	GDEP		135.00	
May 28	TF	3.76		

- a) Calculate the account balance after each transaction.
- b) At the end of the month, Cassie wants to purchase a stereo on sale for \$398.00. How much more money does she need to save in order to have enough money to purchase this item?

- c) How much money did Cassie spend on bank fees this month?

4. Complete Gord's passbook by recording the remaining transactions.

- June 2 loan payment \$125.00
- June 5 pay telephone bill \$94.87
- June 11 payroll deposit \$455.90
- June 15 debit card purchase \$56.25
- June 20 transfer fee \$1.75
- June 22 interest \$2.25
- June 27 machine withdrawal \$110.00
- June 30 pay car insurance \$86.98

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Gord's Passbook

DATE	TRANSACTION CODE	DEBIT (\$)	CREDIT (\$)	ACCOUNT BALANCE (\$)
June 1				295.34
June 2				
June 11				
June 15				
June 20				
June 22				
June 27				
June 30				

5. Michelle has \$1000 to invest. She has the option of investing her money in one of the following three bonds:

Bond A	Bond B	Bond C
<ul style="list-style-type: none"> 10 year bond simple interest at 11%/a interest received at the end of each year (interest does not accumulate) 	<ul style="list-style-type: none"> 10 year bond interest accumulates compounding annually at 9%/a 	<ul style="list-style-type: none"> 10 year bond interest accumulates compounding quarterly at 8%/a

- a) For each bond option, determine the total interest earned and the total value of her investment at the end of the 10-year investment period. Show your calculations below.

- b) Which bond option would provide Michelle with the greatest return? _____

- c) Would her decision be different if the bonds were 2-year bonds? 20-year bonds? Explain.
