

# *Welcome to Money Smart Junior*

P6-P7

Name  
Danske Bank Branch





## What we'll cover today



What services  
a bank offers



The importance of  
living within a budget



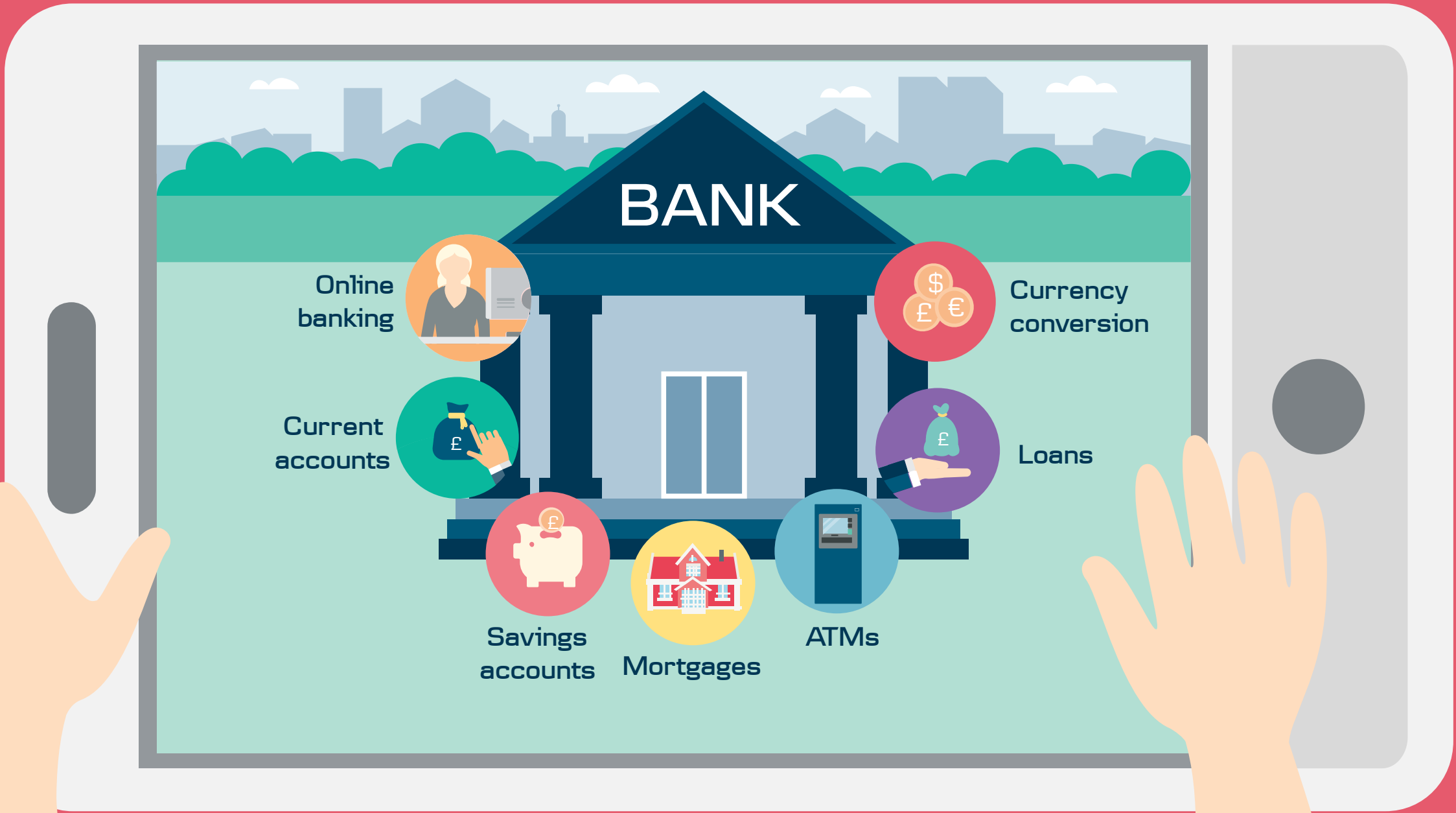
Problems linked  
to debt



Advantages of  
saving money



What services  
does a bank offer?





BANK

Group activity 1:  
Bank

Match the words with the correct description.  
An example has been done for you.



# Living within a budget

## Group activity 2: Household bills

You have five minutes to write down as many household bills as you can think of, that need to be paid.

You can use the picture of the house on the next slide as a guide.



**5 Min**

## Group activity 2: Household bills



## Group activity 3: Budgeting

1. You earn **£2,000** each month.  
Decide what kind of house, car and pet you would like
2. Calculate how much money you have left after you have paid for all your bills
3. Write this amount in the savings section



—



=



**Income** (+)  
Salary — £2,000

**Expenses** (—)

**Savings**  
£1,060



Accommodation £400



Transport £200



Pet £40



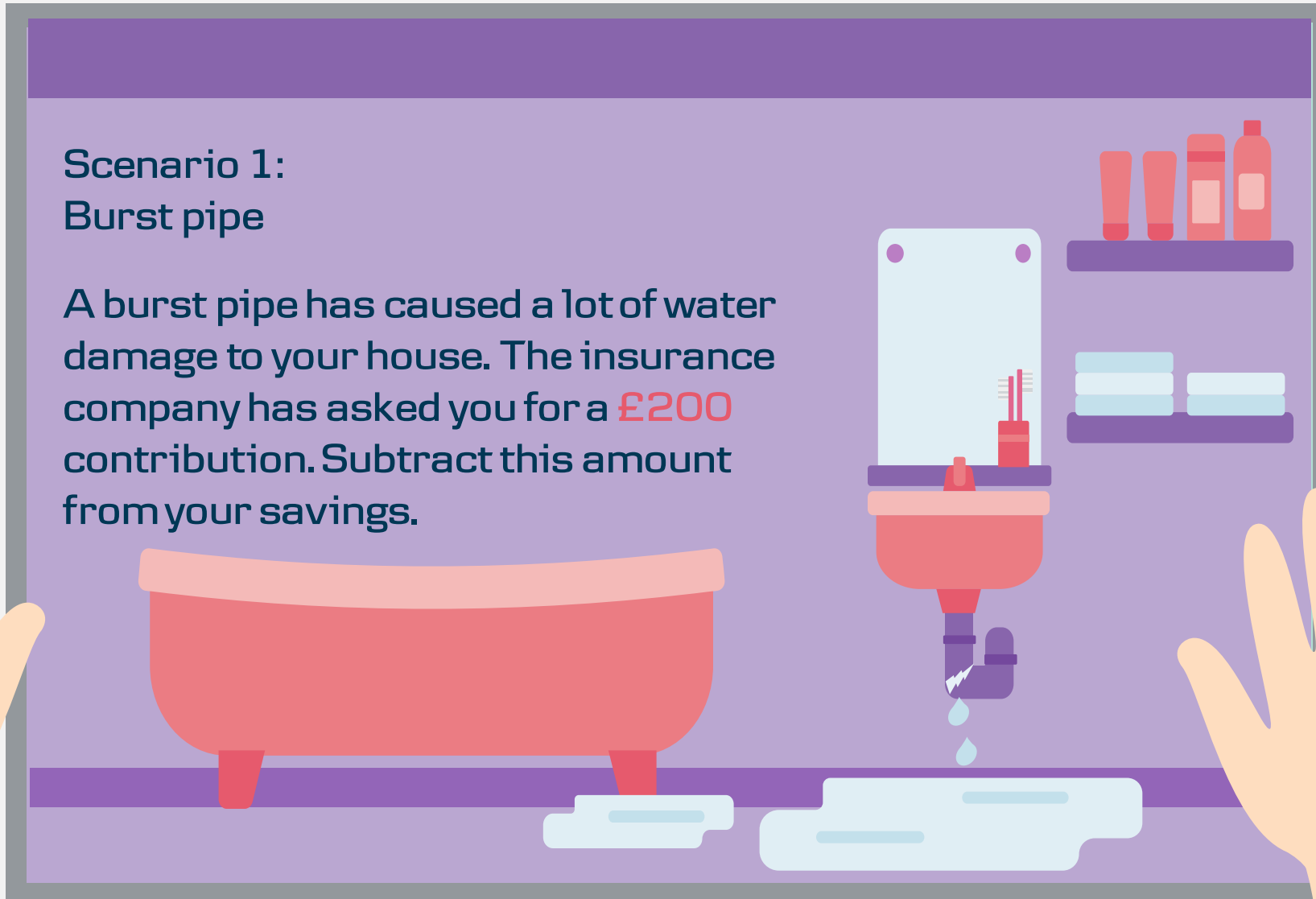
Food &  
Household items £300

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**TOTAL = £940**

## Scenario 1: Burst pipe

A burst pipe has caused a lot of water damage to your house. The insurance company has asked you for a **£200** contribution. Subtract this amount from your savings.



## Scenario 1: Budgeting



Previous balance  
**SAVINGS**  
£1,060

—



**EXPENSES** (−)



Burst pipe  
Cost of repair    £200

=

**Total**  
**£860**

## Scenario 2: New TV

There is an unbelievable sales offer on the new ultra HD-TV and everybody wants one. It costs **£500**.

If you decide to buy this, subtract the cost from your revised savings.



### Scenario 3: Phone repair

You have dropped your phone on the pavement and cracked the screen.

It will cost **£100** to repair the phone.

Subtract this amount from your savings.



## Scenario 4: Vehicle repair

Your vehicle need a major service. The garage is going to charge you **£300**. Subtract this amount from your savings.

If your main transport is a bicycle, it has been stolen and a new one will cost **£300**.



## Scenario 5: Birthday celebrations

It is your birthday and you are going to invite all your friends to your house for a party. This will add **£100** to your food costs. Deduct this amount from your savings.



## Scenario 6: Birthday gifts

Your friends and family are very generous and have given you **£200** as a birthday gift. Add this amount to your savings.





# Debt

# How do people pay for items when they have no savings?



Credit card



Borrow from friend



Payday loan



Bank loan

How can debt  
be avoided?



*Thank you*

