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| **What will we be learning?**In Unit 3, learners study the purpose and importance of Personal and Business Finance. They will develop the skills and knowledge needed to understand, analyse and prepare financial information. They will also learn basic numeracy skills, which will help them for may activities later on in life, either in higher education or in employment.  | **Why this? Why now?** Learning Aim A – The ability to handle money received, and to control money paid, is a fundamental requirement for personal and business success. This success relies on understanding what ‘money’. Personal finance involves the understanding of why money is important and how managing your money can help prevent future financial difficulties. It is vital to understand the financial decisions students will need to take throughout their life and how risk and attitudes can affect their choices. | Key Words:Unit of accountMeans of exchangeStore of valueLegal tenderLife stagesPlanning expenditureCash Debit cardCredit CardChequeElectronic transferDirect debitStanding orderPre-paid cardsContactless cardsCharge cardsStore cardsMobile bankingBACSFPSCHAPSStudent accountBasic accountStandard accountPremium accountOverdraftPersonal loansHire purchaseMortgagesCredit cardsPayday loansISA’sDeposit and savings accountsPremium bondsBonds and giltsSharesPensionsInsurance |
| **What will we learn****Learning Aim A – Understand the importance of Managing Personal Finance:**A1 – Function and Role of Money – Functions of money, role of money is affected and influenced by a number of factors, planning expenditure, common principles to be considered in planning personal financesA2 – Different ways to payA3 – Current AccountsA4 – Managing Personal Finance – Suitability of different financial products and services against individual needs, different types of borrowing, features and advantages, different types of saving and investment features, advantages and disadvantages, risks and rewards of saving versus investment, different types of insurance products, features, advantages and disadvantages |
| **What opportunities are there for wider study?** Wider reading of the personal finance section of broadsheet newspapers and websites can help students increase their knowledge of how they manage their personal finances. |
| **How will I be assessed?**Summative assessment throughout and formative assessment through an end of topic test.  |