Investing and Banking Notes – Wrap up to Managing Money Unit. (write on looseleaf, memorize, repeat on test)

Nov 18.
Banking in Altona
  1. Access Credit Union – ATM
  2. CIBC (mall) – ATM
  3. RCU (Rosenort Credit Union) – satellite branch
  4. Scotia Bank in Emerson
  5. Royal Bank (RBC) in Winkler

Banking Services
  1. Place to store your money (Savings)
  2. Account used to write cheques (Chequing)
     a. Sometimes there is a fee to write a cheque – check your account details
  3. Term Deposits or GICs (Guaranteed Investment Certificate)
     a. Get a higher interest rate than savings
     b. There are different terms (lengths of time) ex. 1 yr, 2 yr, up to 5 years. The longer the term, the higher the interest rate. This is your best “savings” interest rate.
     c. Rates are as high as 2.45%
  4. Car loans are available at an interest rate of 5%.
  5. Home loans (mortgages) are available at an interest rate of 2.65%.
ATM Machines (Debit card)
1. Usually the machine by your actual bank does not charge you to use it.
2. You are charged a fee to use other machines. (ex. $1.25)
3. Cards have a daily limit. Ex. $100
4. Don’t use your card if a guy in a face mask is in the atm place.
5. Don’t tell anyone your pin.
6. Don’t use a machine that looks tampered with. (Look up Silver Cities in Wpg)

Prepaid Credit Cards
Dangerous because it gets youngsters used to credit cards.
Useful for online purchasing.

**Investing – Making Your Money Grow**
Savings does not earn you a lot of interest unless you are very disciplined and add money every month.
Rate of return – interest rate in percent ex. 2%
Risk – is there a risk of losing all my money?
High risk usually means high rate of return (ex. Stock market)
Low risk usually means low rate of return (ex. Savings)
Other ways to make your money grow...

Cattle – raise them and sell – costs would have to be factored in.

Collectibles – buy from garage sales and sell online.

Check out the interest rate at ACCESS, RCU, and CIBC.

ACCESS
Savings 0.40% savings, 2.45% in 5-year term
Mortgages 2.65%

CIBC
Savings (o to $2999) 0.05% which is 5 cents on 100 bucks
84 month term deposit was 1.70%
Mortgage special 2.39% for 3 years