



Saving for the future

Activity 5b

Read the information on our pretend accounts and answer the questions below:

The Ten Year 10% Saver Account

You have to keep your money in this account for ten years. If you take any money out before then, you have to pay a £50 penalty on each withdrawal.

The Easy Saver Account

This lets you take your money out five times a year without having to pay any penalties. You must save at least £20 a month.

The Easy Withdrawal Account

You can save as much as you like and you will receive 5% interest a year on your savings. You can take the money out at any time without any penalties.

The Three Year Account

You can pay money in but you cannot take any out for at least 3 years.

Write true or false next the statements below:

- You have to save £20 a month in The Easy Saver Account. _____
- Your money is easy to access in The Three Year Account. _____
- The Easy Withdrawal Account gives you 8% interest a year. _____
- You do not have to pay to take money out of The Ten Year 10% Account. _____
- You can take money out at any time from The Easy Withdrawal Account. _____

Here are some words you can use when talking to your child.

Investments

Interest

Accounts

Saving Wisely

Safe

Ideas For Parents

- Go to your local bank and collect some brochures about different accounts. With your child talk about the pros and cons of each account.
- Get your child to save a small amount on a regular basis. Every month add a fixed rate of interest, at the end of three months pay back their money plus the interest, for example, 5% interest.