



Theme: The True Cost of Borrowing

Year Group: 9/10

	Activities	Resources	Duration
Introduction	Lesson overview to explain; <i>Nearly everyone will need to borrow over the course of their lives. Today, we will explore the concept of good debt and bad debt and where to borrow from. We will explain terminology relating to interest rates and how we can compare loans. We also look at an alternative to high street banks for those that find it hard to borrow. Lastly, we will use a case study to apply existing knowledge and new learning. Choose from all the activities to create a one-hour lesson or do all in two parts.</i>		5 mins
	By the end of this lesson, students will be able to: <ul style="list-style-type: none"> ➤ Explain some words and phrases relating to borrowing ➤ Justify when it might be a good reason to borrow money and identify when best to avoid it. ➤ Select the best loan deal by comparing interest rates and other factors. 		
Development	<p>Short Video: Better Borrowing https://www.youtube.com/watch?v=Oc0Ba1Dna0A</p> <p>Introduce and explain that this is a video with key messages in visual format only and music backing. The next two PowerPoint slides will help recap the main learning points from the video, with the following two questions: <i>Q: What do we mean by good borrowing?</i> A: Borrowing to; buy a house, go to University, a car to get to work or to set up a business (with a good business plan). <i>When is it best to save up, rather than borrow?</i> A: When buying a luxury holiday or car, expensive clothes, eating out or going out/entertainment.</p>	PowerPoint Slide WOYM Video	15 mins
	<p>Small group or paired activity Hand out white boards. Groups of 5 max. <i>On your whiteboards make a list of all the places or people from which you can borrow money.</i> A: This list can include banks, building societies, supermarket banks, door-step lenders, finance houses, friends and family, loan sharks. Prompt: <i>Where have you seen loans/credit being advertised?</i> Review the lists. Answers could be written on a flip chart and discussed in more detail. Refer to Credit Union slide to explain.</p>	PowerPoint Slide Whiteboards	15 mins

