

There are lots of different ways that you can pay for things. Have you heard of them all before?

Ways to Pay



Ways to Pay	Description
Credit Card	A card that you can use to spend money 'on credit'. This means money that you are being lent but is not yours. You can spend money on a credit card but then pay back the company that provides it in regular payments, with a rate of interest, which can sometimes be quite high.
Debit Card	This is a card that is linked to a bank account where you keep your money. A debit card allows you to spend your own money.
Bank Account	A bank account is a safe place to store your money. It is looked after by a bank and you can use your money when you want. This will often be by using a debit card or chequebook linked to the account.
Cheque	A cheque is a special piece of paper that you can write on to pay someone money from your bank account.

Interest – this can mean a fee for borrowing money that increases the longer it is not paid back.

Interest – this can also mean money you are given by your bank to encourage you to save money with them.

Look at these things that you would need to pay for and choose a method of payment that you think would be most appropriate.

Shopping at the supermarket _____

Large bill for building work at home _____

Paying for a holiday _____

Regular bill e.g. monthly phone bill _____

Ways to Pay Grid

Use this grid to write definitions of each of the different ways to pay that we have discussed.

Can you think of any advantages or disadvantages for each one?

	Credit Card	Debit Card	Cheque Book	Bank Account
Definition				
Advantages of using this?				
Disadvantages of using this?				

