

## BANKING PRODUCTS AND SERVICES: ANSWER KEY

### 1. Suggested answers:

Current account: For 'everyday' banking. Allows easy deposit/withdrawal of money. Ability to set up standing orders or direct debits to pay bills. People usually use this kind of account to pay for goods and into which their salary is paid. Usually has a low/no rate of interest. Overdrafts may be available. Has a debit card/cheque book linked to this account.

Deposit account: Also known as a 'savings' account. Usually used for paying in (saving) money, rather than for regular withdrawals. Usually has a high rate of interest. This type of account is often restrictive, i.e. you may have to put in (deposit) a certain amount of money and be limited in the amount of money you can withdraw over a particular time period.

Money market account: Linked to the money market, so the amount of money here may increase or decrease, depending on the health of the market.

### 2.

- a. loans
- b. an overdraft facility
- c. bonds
- d. pension
- e. a standing order

### 3.

foreign/currency

cheque/book

internet/banking

safe/deposit/box

credit/cards

cash/machine/dispenser/point