

# Financial Literacy: Secondary GICs, CSBs, Corporate Bonds, Debentures and Mortgages

School of Fish	Grade(s) BBI Ch 14
Lesson Title Debt instruments	Date 2011

# Learning Goal (Curriculum Expectations) & Big Idea

➤ Be able to explain how GICs, CSBs, Corporate Bonds, debentures, and mortgages work as investment opportunities.

# **Anticipated Student Responses** Lesson Components Before They should have hand out work for each module Review lessons so far: and have submitted it by now. is for attitude to money and investing В is for budgeting You can ask them if they know what a GIC or C is for Credit CSB stands for and if they have any. D is for Debt instrument investments Е is for Equity investments

#### During

Launch the **D** is for Debt instruments PPT on debt instruments

## After (Consolidation)

- Assign any or all of the cases
- Granny, high school student, Dad

- Research best deals for granny and dad
- Look into best short term investments for high school student.

## After (Highlights and Summary)

What are the biggest risks to interest income of debt instruments?

## After (Practice)

- Next day, take up answers after collecting their homework answers
- Key review Q: What will happen if interest rates rise?
- What were the 1 year rates? What were the 5 year rates?
- Can you expect to comfortably retire in the next 5 years if you only invest in debt instruments?