

Class: JSS 3

Term: THIRD TERM

Subject: SOCIAL STUDIES

WEEK 3

TOPIC: ECONOMIC INSTITUTIONS.

OBJECTIVES:

* IDENTIFY ECONOMIC INSTITUTIONS.

*FUNCTIONS OF COMMERCIAL BANKS.

WHAT ARE ECONOMIC INSTITUTIONS?

These are the various organisations through which the economy of a nation is operated, promoted, managed and sustained. Such institutions are operated and managed in line with the economic policies of the nation at any given time. Financial institutions play important role in the sustenance of the economy.

TYPES OF FINANCIAL INSTITUTIONS:

There are two types of financial institutions.

1.The Banks

2.Non Banks

1.The bank is a financial institution set up primarily to safeguard money and to make it available when required by the depositor. It also make available loans to customers for specific purposes.

TYPES OF BANKING INSTITUTIONS:

1.Commercial Banks.

2.Merchant Banks.

3.Development Banks.

4.Mortgage Banks.

5.Central Bank.

FUNCTIONS OF COMMERCIAL BANKS:

The following are the functions of commercial banks.

1.Acceptance and safe keeping of money for depositors.

2.They make psyments on behalf of their customers.



- 3.Risk reduction for depositors
- 4.They give out loans to customers.
- 5.They finance here purchase transactions.
- 6.They provide safe keeping for security documents.
- 7.They offer technical advice to their customers.

EVALUATION/ASSIGNMENTS:

- 1.What do you understand by financial institutions?
- 2.Mention examples of commercial banks
- 3.Highlight five (5)functions of commercial bank.

Further reading...Read pages 51-59 of your text book.

WEEK 4.SOCIAL STUDIES

TOPIC: NON BANK FINANCIAL INSTITUTIONS.

OBJECTIVES:

- * Identify non banking financial institutions
- * Functions of the institutions

NON BANKING FINANCIAL INSTITUTIONS.

- 1.Insurance companies.
- 2.Hire purchase companies.
- 3.Acceptance houses.
- 4.Discount houses.

INSURANCE COMPANIES:

Insurance companies are non financial institutions that undertake the protection of individuals and their property against risks.The money the individuals pays the insurance company is called PREMIUM.

TYPES OF INSURANCE COMPANIES:

- 1.General insurance
- 2.Motor vehicle insurance
- 3.Fire insurance

4.Accident insurance

5.Marine insurance



6.Workman compensation.

7.Miscellaneous insurance.

FUNCTIONS:

1.Provision of safeguards against risks

2.Insurance companies determine the value of shares

3.They can generate funds for investment.

STOCK EXCHANGE:

This is where securities are auctioned,bought and sold.

Functions:

1.Provision of foreign exchange services.

2.It assists the government in raising funds for economic activities.

3.It guides investors and industrialist.

EVALUATION/ASSIGNMENT:

1.What is an insurance company?

2.Highlight some of the functions of an insurance company.

3.Give two functions of the Stock exchange market.

Further reading...read pages 59- 62 of your text book