

# Financial Service Scenarios

**Directions:** Choose a financial service listed in **Exercises 9.1 and 9.2** that you would recommend in the scenario you are assigned. Write the Financial Service you recommend, its advantages and disadvantages, and the reasoning you used to make your decision.

## Financial Service Scenario #1

You have just starting work at your first job and you want to save \$2,000 to use as a deposit to buy a used car. You currently have a regular savings account, but you would like to earn higher interest and not be able to take the money out for two years, when you plan to buy the car.

Recommended Financial Service: \_\_\_\_\_

Advantages: \_\_\_\_\_

Disadvantages: \_\_\_\_\_

Reasoning: \_\_\_\_\_

## Financial Service Scenario #2

You have a checking account with a \$500 balance, but your bank is not currently open. You are leaving to visit out-of-town friends and want cash now to take with you for the weekend.

Recommended Financial Service: \_\_\_\_\_

Advantages: \_\_\_\_\_

Disadvantages: \_\_\_\_\_

Reasoning: \_\_\_\_\_

## Financial Service Scenario #3

You want to buy a new microwave oven for \$100 for your apartment. It is the end of the month and your checking account balance is too low. You have a credit card with a limit of \$500 and an outstanding balance of \$200. You know you will be paid next week.

Recommended Financial Service: \_\_\_\_\_

Advantages: \_\_\_\_\_

Disadvantages: \_\_\_\_\_

Reasoning: \_\_\_\_\_

**Financial Service Scenario #4**

You want to purchase a new laptop computer for \$650 to take to college in 2 months. You have saved \$1500 for this purchase in a saving account, but only have \$200 in a checking account. You do not have a credit card.

Recommended Financial Service: \_\_\_\_\_

Advantages: \_\_\_\_\_

Disadvantages: \_\_\_\_\_

Reasoning: \_\_\_\_\_

**Financial Service Scenario #5**

You want to purchase a new smart phone for \$500. You do not have a bank account or a credit card and are worried about carrying around so much cash at one time.

Recommended Financial Service: \_\_\_\_\_

Advantages: \_\_\_\_\_

Disadvantages: \_\_\_\_\_

Reasoning: \_\_\_\_\_

**Financial Service Scenario #6**

You have just received your first paycheck and would like to cash the check, but you do not have a bank account.

Recommended Financial Service: \_\_\_\_\_

Advantages: \_\_\_\_\_

Disadvantages: \_\_\_\_\_

Reasoning: \_\_\_\_\_

**Financial Service Scenario #7**

You have been forgetting to pay your cell phone bill each month before the due date. You have an online checking account but have not yet ordered checks.

Recommended Financial Service: \_\_\_\_\_

Advantages: \_\_\_\_\_

Disadvantages: \_\_\_\_\_

Reasoning: \_\_\_\_\_

**Financial Service Scenario #8**

Your uncle is taking you out to lunch today, and you want to repay him the money he loaned you to buy your first semester textbooks. You do not have checks.

Recommended Financial Service: \_\_\_\_\_

Advantages: \_\_\_\_\_

Disadvantages: \_\_\_\_\_

Reasoning: \_\_\_\_\_

**Financial Service Scenario #9**

You have just started your first job after college. Your grandpa taught you that it's important to start saving for retirement early, but you don't like to take too many risks with your money.

Recommended Financial Service: \_\_\_\_\_

Advantages: \_\_\_\_\_

Disadvantages: \_\_\_\_\_

Reasoning: \_\_\_\_\_