



☞ **Dear students:** - Copy the note and do the given homework on your exercise book!

Subject: Civic

Grade & section 11 (A – E)

Unit: 9

Main topic: Saving

Sub topic/s: The need for new thinking in saving

Page range from: 116 - 126

MONDAY, APRIL 6, 2020

Saving

It is the habit of putting something out of one's own present earning in order to be able to use the same to some future time.

The need for new thinking in saving

- Avoid wastage during production
- Buying more locally produced goods (citizens must buy and consume the products of their country and thereby able to bring about capital accumulation and contribution to the national economy. Restricted consumption of imported goods can increase the consumption of domestic products and decrease imports. Consumption pattern can affect saving, the environment and the natural resources.)

Ways of improving the habit of saving

- To decide what you have to spend (you should balance your needs and wants with savings)
- Doing things with planning (planning is a method of design or arrangement for accomplishment of a particular activity. It enables us to consider our capacity.)
- Avoidance of extravagance
- Live within your means

TUESDAY, APRIL 7, 2020

Traditional and modern institutions of saving in Ethiopia

⇒ Traditional institutions for saving are those established by the community in order to save.

Ikub and Idir are traditional saving institutions in Ethiopia. Both are examples of forced saving.

Iqub works where a group of people come together and decide to contribute an equal amount of money every month.

The total amount collected in one month is given to one person, and then the following amount collected will be given to the next person.

Idir is another traditional saving where people living in a community contribute a fixed amount every month so that when a family member dies, the Idir gives services and items, like **tents** for the ceremony.

WEDNESDAY, APRIL 8, 2020

Modern saving institutions

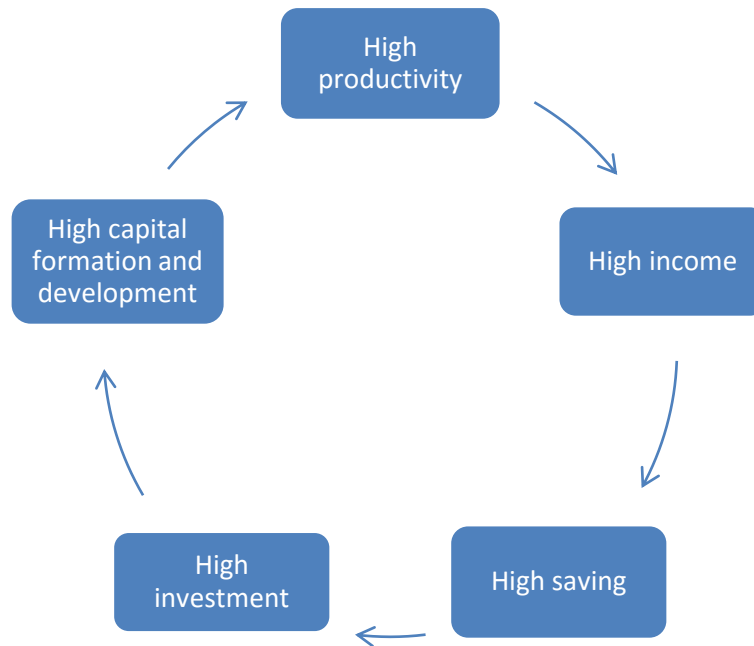
- ★ **Banks** are financial institutions that are used for saving and borrowing money.
 - They accept deposits and cash checks.
 - They pay interests at a specified annual rate.
- ★ **Insurance company** is a financial system that assumes the risks of the other party to the contract and provides compensation for loss, damage or death.
 - **Premium** is the price or the amount or the installment paid for an insurance policy.
 - **Indemnification** is the amount paid to the insured so as to restore the person to his/her former financial position.

THURSDAYS, APRIL 9/2020

Investment and Development

Investment is the mechanism by which one spends money on capital goods in order to get profit, expand business and bring about development.

Development is the totality of efforts aiming at raising peoples living standards, creating self-respect and human dignity and expanding the range of choices.



Homework

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