

BANKING EXPLAINED – MONEY AND CREDIT

Watch the video:

<https://www.youtube.com/watch?v=fTTGALaRZoc>

I. Match:

1. enigma	A. aktywa, majątek
2. assets	B. bilion
3. trillion	C. kluczowy, niezbędny
4. billion	D. krótko mówiąc
5. account for	E. kupiec
6. roughly	F. ławka
7. merchant	G. miliard
8. currency	H. mniej więcej
9. circulation	I. obrót
10. bench	J. podrobiony
11. counterfeit	K. porzucić
12. spread	L. prowizja
13. in a nutshell	M. rozprzestrzeniać się
14. resources	N. runąć, spadać
15. custodian services	O. stanowić część
16. abandon	P. środki finansowe
17. plummet	Q. usługi powiernicze
18. collapse	R. waluta
19. commission	S. zagadka
20. crucial	T. zawalić się

II. True or False:

- 1) There are over 13,000 different banks in the world.
- 2) Medieval Italy was the centre of European trading.
- 3) In the 11th century there was no common currency in circulation.
- 4) The word “bank” comes from the word “banco”, Italian for bench.
- 5) Italy in the Middle Ages had problems with counterfeit money.
- 6) Businessmen never used to take loans at pawnbrokers.
- 7) Merchants in Genoa accepted cashless payments.
- 8) Even the church and European kings took out loans.
- 9) Today banking is a safe and stable business.
- 10) The people who borrow money from the bank never default on their credit.
- 11) Loans are essential for industry to grow.
- 12) Apart from loans, banks receive income from saving deposits, credit cards, buying and selling currencies, custodian business, and cash management services.
- 13) The problem with banks nowadays is that they favour long term financial products.
- 14) Lehman Brothers was a bank that was very reluctant to give credit to people.
- 15) Due to the collapse of the housing market in the US and Europe in 2008, stock prices started to plummet.
- 16) During the global financial crisis in 2008, bankers still enjoyed a lot of trust worldwide.
- 17) Government bailout packages prevented some banks from going bankrupt.
- 18) Compulsory bank emergency funds have been introduced to minimise losses in case of other financial crises.
- 19) Crowdfunding is a way of funding a project by collecting many small amounts of money from a large number of people via the Internet.
- 20) Micro credits are especially popular in developing countries.