

# WELCOME TO ECONOMICS CLASS

**SUBJECT : ECONOMICS**

**CHAPTER: MONEY AND CREDIT**

**PERIOD: 2 &3**

**SUB-TOPIC- Modern forms of money and Deposit with bank and  
cheque**

**CHANGING YOUR TOMORROW**  
**STD-X**

# WHAT WE EXPECT TO LEARN?

1. The student will come to know the different forms of modern money and why they are accepted as a medium of exchange.
2. They will also learn how to use the cheque in the transaction process.
3. They will understand when the people deposit money in the bank and its benefits.



## Recapitulation of the previous class

1. Explain The double coincidence of wants with an example.
2. What do you mean by barter system?
3. What are the limitations of the barter system?
4. How did money make the transaction easy?
5. Money as a medium of exchange has removed the problem of ..... of wants.
6. Name two objects that were used as money before the introduction of coins.

# MODERN FORMS OF MONEY

## 1. VERY EARLY AGES- GRAINS AND CATTLE



## 2. USE OF METALLIC COINS- GOLD, SILVER, COPPER COINS



### 3. MODERN FORMS OF MONEY-CURRENCY AND COINS



#### Different countries different currencies

- i) USA - dollar
- ii) Britain – Pound Sterling
- iii) Canada – Canadian dollar
- iv) Singapore – Singapore dollar



USA - dollar



Canada – Canadian dollar



Britain – Pound Sterling



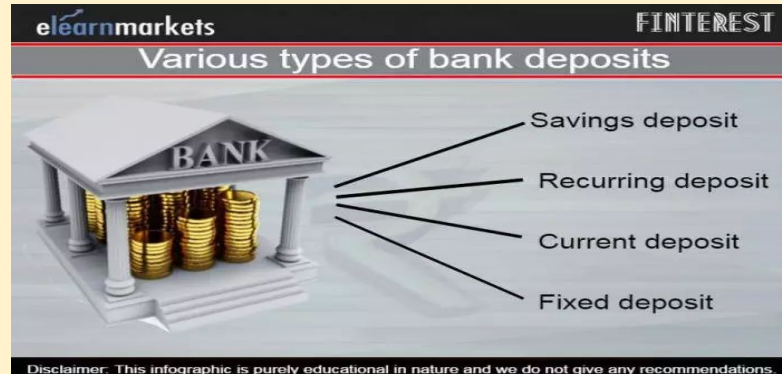
Singapore – Singapore dollar

- ★ Money is accepted as a medium of exchange because the currency is authorized by the government of the country.
- ★ In India, the Reserve Bank of India issues currency notes on behalf of the central government.
- ★ No individual in India can legally refuse a payment made in r



# Deposits with Bank

- The other form in which people hold money is as **deposits with the bank**.
- Since the deposits in the accounts can be withdrawn on demand, these deposits are called **demand deposits**.
- <https://www.youtube.com/watch?v=C2SBaMQkaTc>



# CHEQUE

A cheque is a paper instructing the bank to pay a specific amount from the person's account to the person in whose name the cheque has been issued.





## Home assignment

1. Why is currency accepted as a medium of exchange?
2. What is a cheque?
3. Why can no person refuse to accept payments in rupee?
4. Why are demand deposits considered as money?
5. What are demand deposits? What are their advantages?
6. M. Salim wants to withdraw Rs.20, 000 in cash for making payments. How would he write a cheque to withdraw money?
7. What are the modern forms of money? Why is the 'rupee' widely accepted as a medium of exchange? Explain two reasons.

**THANKING YOU**  
**ODM EDUCATIONAL**  
**GROUP**

