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**IO3: Financial Literacy Training for Parents**

**Handout M1.4**

**Financial Vocabulary**

The facilitator will suggest that some people say there are 2 types of debt: ‘good’ debt and ‘bad’ debt. Identify from the list below what might be seen as ‘good’ debt by you or a family.

* educational loan
* house mortgage
* buying essential items
* borrowing to buy the latest fashion items
* borrowing medical care treatments
* borrowing to buy stocks and shares
* borrowing to buy the late

Write them in the first column, explaining why in the second column.

Are there any other suggestions?

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| --- | --- |
| **My future “good debts” could be:** | **Why?** |
|  |  |