

Unit 3C: Company Finance – A case study

Task 3: draw a line to match words with their definitions

1.Asset	a.Tomoney means to take money from someone else for an agreed period of time
2.Borrow	b.Tomoney means to give money to someone else for an agreed period of time. That person must then give the money back to you.
3.Finance	c.A.....is a sum of money that you borrow from another person. You must pay back that money, usually with interest.
4.Loan	d. Tomoney is to pay back the money that you borrowed from someone
5.Lend	e. Anis something that you own which has a value. It can have a very low value, for example a house.
6.Guarantee	f. Toa project means to obtain money in order to be able to pay for that project.
7.Repay	g. A..... is a promise to do something.
8.Charge	h. is a guarantee that you will pay back to someone the money that you owe to them. It is often “fixed” to a particular asset, which means that if you don’t pay back the money, that person will take the asset that you used to guarantee payment.
9.Grant	i.A.....is one example of security. It is a legal document which gives a house of a building as security for a loan. If the owner of the house does not pay the loan back, then the person who lent the money can take the house and sell it in order to get his or her money back.
10.Mortgage	j.If someoneon payment it means that he or she fails to make that payment
11.Security	k. Ais a type of security. A fixed charge is attached to a particular asset and gives the charge holder the right to take that asset if the borrower does not pay the money that it owes. An example of a fixed charge is a mortgage. There are other types of charge, which are less important than fixed charges
12.Defaults	l.To.....a mortgage over your property is to use that property as security for a loan.

