**LESSON PLAN/NOTE FOR WEEK 6 ENDING 20/10/2023**

**Term**: First

**Week**: 6

**Date**: 20/10/2023

**Class**: SS 3

**Subject**: Economics

**Topic**: Regulatory Agencies of financial markets

**Sub-Topic**: Instrument used by the CBN to control other financial institutions.

**Period**: 4th

**Time**: 10:15—10:50

**Duration**: 40 Minutes

**Number in class:** 3 Students

**Average Age:** 16 Years

**Sex**: Mixed

**Specific objectives**: By the end of the lesson, the students should be able to:

(1) State the control of Commercial banks by the CBN.

(11) Explain the control of Commercial banks by the CBN.

**Rationale**: For the students to be able to identify the instrument used by the CBN to control other financial institutions.

**Previous knowledge**: The students have been seeing different policies given to the commercials banks by the central bank.

**Instructional material**: A chart showing the central bank of Nigeria and the commercial banks.

**Reference material:** Cole Esan (2020) Essential Economics for senior secondary schools.

**LESSON DEVELOPMENT**

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| **Stages/Steps** | **Teacher's Activities** | **Students' Activities** | **Learning points.** |
| **Introduction** | Reviews the previous lesson | Participate actively in the class discussion. | To arouse the students interest to learn. |
| **Step 1** | States the control of Commercial banks by the CBN as: (1) Open market operation (2) liquidity ratio etc. | Listen carefully to the teacher | For better understanding of the lesson. |
| **Step 11** | Guides the students to explain the control of Commercial banks by the CBN. | Respond to the class activity | To encourage critical thinking. |
| **Board Summary** | Summarizes the lesson as:  **Controls of Commercial banks by the CBN.**  (1) Open market operation: This is the purchase or sale of government securities in the open market to expand or restrict the volume of money in circulation.  (2) Liquidity ratio or cash ratio: The commercial banks are mandated by the government to keep a special proportion, e g 25% of their total deposit with the CBN in oder to control the volume of credit.  (3) Bank rate: Bank rate is the minimum rate of interest charged by the CBN for discounting bill of exchange.  (4) Special directives: The Centra bank can issue directives or specific instructions to the commercials banks and other financial institutions to restrict their lending or credit policy or on the direction to which loaning should follow.  (5) special deposit: special deposit is also an instrument of monetary policy which is used to restrict lending.  (6) Moral suasion: The CBN can make an appeal to the commercial banks to restrict or expand the level of credit to the public. It is not based on the use of force but an appeal to restrict or expand the lending policy. | Copy and submit the note book for marking. | For future reference. |
| **Evaluation** | Evaluates the lesson as:  (1) State 5 controls of Commercial banks by the CBN. | Respond to the questions. | Ascertaining the attainment of the stated objectives. |
| **Conclusion** | Rounds up the lesson by marking and correcting students work. | Check and do their correction. | Consolidation of the lesson. |
| **Assignment** | Gives home work as:  (1) Mention and explain 5 Roles of central bank of Nigeria to economic development. | Respond by doing the home work at home. | To ensure continuity of learning. |



20th October 2023

Approved!

DEPUTY HEAD INSTRUCTOR ADMIN