

■ WHICH TOOL IS IT?

- _____ 1. An account which pays a low rate of interest at a low level of risk and is covered by federal insurance up to \$100,000
- _____ 2. An interest-earning savings account that offers higher interest on deposits, but may limit check writing privileges and may not be insured.
- _____ 3. A deposit of a fixed sum of money for a fixed period of time.
- _____ 4. A very safe way to save and invest, this tool is purchased from the U.S. Treasury at half its face value.
- _____ 5. An IOU with a fixed interest payment and a promise to repay within a specific period of time.
- _____ 6. Also known as “equity,” this investment represents a share in ownership of a company.
- _____ 7. An investment that pools the resources of many investors and can invest in a variety of these tools.
- _____ 8. Investment tools that should be limited to a very small percentage of your portfolio due to their risk level.
- _____ 9. The tool that has average returns of approximately 10-12% for the past 81 years.
- _____ 10. The tool that has average returns of approximately 3 – 5.5% for the past 81 years.
- _____ 11. The tools that require you to pay a penalty if held for less than the specified term.
- _____ 12. These investments include precious metals.
- _____ 13. The tool that offers the best way to achieve diversification.
- _____ 14. By contributing to this, a sailor can build up tax-deferred money for retirement.
- _____ 15. When the money that your money makes, makes more money.

List of Terms

Bond	Hard Assets	Stocks
Certificate of Deposit	Money Market Account	Thrift Savings Plan (TSP)
Collectibles, Options, Etc.	Mutual Funds	U.S. Savings Bonds
Compound Interest and Time	Savings Account	