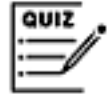


lesson 3 quiz: investing



circle the correct answer for each question.

1. Placing money into a savings account can increase my money.

True *

False

2. The longer my money is in a savings account, the more money it will earn.

True *

False

3. Different savings accounts pay different amounts of interest.

True *

False

4. If the price per share of stock increases, I can sell it for more money than I paid for it.

True *

False

5. Compound interest makes money grow faster.

True *

False

6. Which of the following increases the value of my money in stocks?

a. Increase in price per share *

b. Dividends

c. Stock splits

d. All of the above

7. Owning shares of stock:

a. can increase the value of my money

b. can decrease the value of my money

c. can provide income from dividends

d. all of the above *

8. Which of the following is the best way to increase the value of a savings account?

a. Make few withdrawals from the account

b. Make regular deposits into the account

c. Leave the money in the account for as long as possible

d. All of the above *

9. Which of the following is not a place to find information about stocks?

a. annual reports

b. newspaper financial page

c. cookbook *

d. Internet

10. The best way to grow my money is to:

a. make a variety of investments *

b. save my money in a closet

c. loan it to a friend

d. buy new clothes