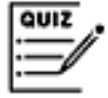


## lesson 3 quiz: investing



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