

FINANCIAL FREEDOM FOR LIFE YOUR SAVINGS

OVERVIEW:

How to make your money grow

Objectives:

- Understand the difference between saving and investing
- Understand why paying one's self first is the key to good money habits
- Importance of creating and sticking to a budget
- The difference between fixed and flexible expenses
- Understand the power of time when it comes to investing

Review Questions

1. What is the difference between saving and investing?
2. Which is better - earning simple interest or compound interest
3. Name two types of savings accounts that typically pay higher interest.
4. A 401(k) is an example of what kind of account?
5. Which involves risk: savings accounts or investments?
6. True or False: You have to make a lot of money to invest.
7. What type of stocks do most people own?
8. How do you know what bonds are the best investment?
9. When you pool your money with others, that is called a _____. Why is this a good way to invest?
10. The goal of any type of investment is to make your money _____.