Finance Worksheet

1. Complete the following chart by using the terms “poor”, “fair”, “good”, “very good”, and “excellent.”

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| --- | --- | --- | --- |
| Investment | How Safe? | How Liquid? (can turn it into cash?) | Rate of Return |
| Savings Accounts |  |  |  |
| Term Deposits/GIC’s |  |  |  |
| RRSP’s |  |  |  |
| Canada Savings Bonds |  |  |  |
| Corporate Savings Bonds |  |  |  |
| Stocks |  |  |  |
| Mutual Funds |  |  |  |
| Collectibles |  |  |  |

1. Stocks are not as safe an investment as saving plans. Why, then, do many people still buy stocks?
2. Choose a collectible that interests you. Find out its original cost and its value today. By what percent has the value of your collectible increased or decreased?
3. Johnny has just inherited $15 000. He is 24 years old, has graduated from a college business program, and works as an assistant manager in a retail store. John shares a two-bedroom apartment with a friend and regularly saves 5% of his monthly paycheque. He wants to invest his inheritance in safe, secure investments because he does not want to lose money. But he also wants a good yield on his investment. What advice would you give Johnny about how to invest $15 000?