

# Take the Quiz!

- 1. Suppose you had \$100 in a savings account and the interest rate was 2% per year. After 5 years, how much would you have in the account if you left the money to grow?**
  - a) \$100.10
  - b) \$102
  - c) \$110
  - d) \$110.41
- 2. Imagine that the interest rate on your savings account was 1% per year and inflation was 2% per year. After 1 year, would your money be able to buy...?**
  - a) More than it does today
  - b) Exactly the same as it does today
  - c) Less than it does today
- 3. Over the last 50 years, which option has provided the highest average growth per year?**
  - a) Savings account
  - b) Certificate of deposit
  - c) Insurance policy
  - d) Stock mutual fund
- 4. A stock fund's beta rating can best be described as...?**
  - a) A measure of relative volatility of the fund vs. the S&P 500
  - b) A measure of relative growth vs. the S&P 500 index
  - c) A measure of relative capital outflow of the fund vs. the S&P 500 index



# Take the Quiz (cont.)

## Are the following statements true or false?

5. Buying a single company stock usually provides a safer return than a stock mutual fund.
6. Annuities are financial products that can provide a series of payments to a person that will last as long as he or she lives.
7. If you were to invest \$1,000 in a stock mutual fund, it would be possible to have less than \$1,000 when you withdraw the money.
8. Roth IRA earnings accumulate tax-free.
9. A person who is 55 in 2013 will be able to collect full Social Security benefits at age 65.
10. The IRS currently limits contributions to 401(k) plans for those under age 50 to \$17,500 per year.