#### Investments

Word bank: bull, bear, OTC (over the counter) market, day trader, speculation [used twice], option, blue trip stocks, liquidity, brokerage firm, capitol gain,

A penny saved is a penny earned - Benjamin Franklin

# **Different Types of Investments**

Use the internet or the book to give a brief explanation of the following types of savings and investments (not in word bank).

Banks

1. Checking:\_\_\_\_\_ 2. Savings Account: 3. Money Market Funds: 4. CD's:\_\_\_\_\_ Stocks 5. Common Stock:\_\_\_\_\_ 6. Preferred stock: 7. Mutual Funds:\_\_\_\_\_ Bonds 8. Corporate bonds:\_\_\_\_\_ 9. Government bonds:\_\_\_\_\_

# **Stock Definitions**

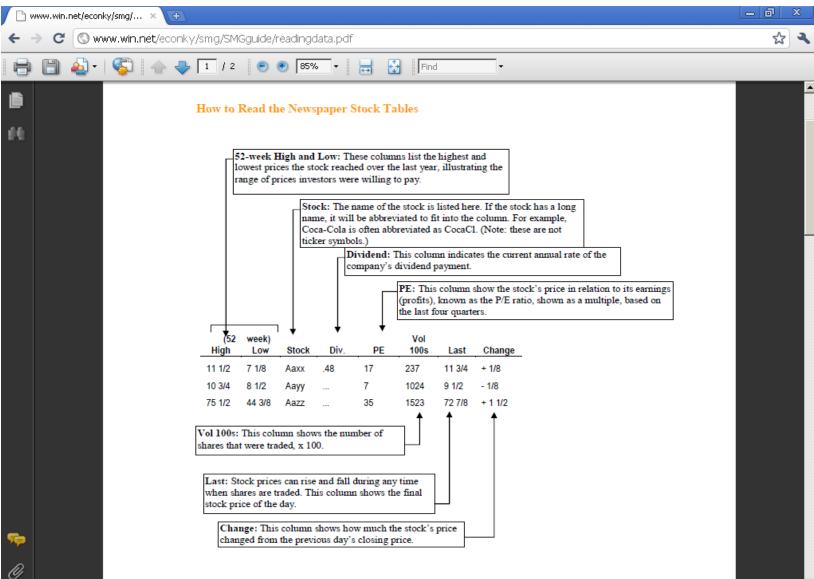
Use th following words to fill in the blanks: daytrader, blue chip stocks, OTC market, capital gains, liquidity, speculation, option, brokerage firm

- 1. \_\_\_\_\_: electronic marketplace for stock that is not listed or traded on an organized exchange
- 2.\_\_\_\_: difference between a high selling price and a lower buying price, profit
- 3. \_\_\_\_\_: business that specializes in trading stocks
- 4.\_\_\_\_: the contract that gives an investor the right to buy or sell stock
- 5.\_\_\_\_: making high risk investments with borrowed money
- 6.\_\_\_\_: stocks of large reliable companies

7.\_\_\_\_: Someone who literally trades daily. Minute by minute basis to make a profit

8.\_\_\_\_: Ability to convert something to cash.

## How to read a stock page



#### More on stocks

- Dow Jones and S&P 500 are indexes that show the performance of limited but representative stocks. They are like a thermometer of the stock market.
- New York Stock Exchange: arranges stock and bond trading of the largest and most established companies in the United States.
- 1929 Crash was caused by \_\_\_\_\_\_. It caused the average American citizen to shy away from buying stocks

## Last Stock Tidbits

Use Bull or Bear to fill in the blanks

Market: overall stock prices on average are going up.

\_\_\_\_\_ Market: Overall stock prices on average are going down.

Why do you think these names were used?