

## Unit 4 Lesson 6 Bonds

Word Bank: primary market, secondary market, savings bond, corporate bond, municipal bond, par value, junk bond, coupon rate, securities and exchange commission, maturity date

\_\_\_\_\_ : a loan issued by a corporation as a way to borrow money to be paid in full at a later date.

\_\_\_\_\_ : the amount that an investor pays to buy a bond

\_\_\_\_\_ : interest rate that a bond issuer will pay a bondholder

\_\_\_\_\_ : date when the principal payment is due to the bondholder

\_\_\_\_\_ : the U.S. government issues a low denomination bond. Interest payments are not paid until the end when cashed in. Since they are the safest, they usually offer a low interest rate.

\_\_\_\_\_ : bond issued by a local or state authority

\_\_\_\_\_ : corporate bond that is high risk and pay potentially higher interest than other bonds

\_\_\_\_\_ : a government agency that regulates financial markets and investment companies (abbreviated SEC)

\_\_\_\_\_ : when buying a bond from the original company. It's said to be bought here.

\_\_\_\_\_ is a market that resells financial assets. Like a "used" store.