



# QUIZ

## Investment Vehicles

NAME: \_\_\_\_\_

TOTAL  
/ 4 pts

### MULTIPLE CHOICE

**Directions: CIRCLE the best possible answer to each question.**

1. Which is the riskiest investment vehicle listed here?
  - a. Certificate of Deposit (CD)
  - b. Mutual funds with diversified stocks
  - c. Mutual funds with short- or intermediate-term bonds
  - d. A blend of mutual funds with stocks and bonds
  
2. A bond is...
  - a. A debt security—the issuer owes the holders a debt, and is obliged to repay the principal and interest
  - b. Capital raised by a corporation through the issuance and distribution of shares through financial markets
  - c. Money pooled with the money of other investors into a fund that is invested in anywhere from a few dozen to hundreds of different securities
  
3. A stock is...
  - a. A debt security—the issuer owes the holders a debt, and is obliged to repay the principal and interest
  - b. Capital raised by a corporation through the issuance and distribution of shares through financial markets
  - c. Money pooled with the money of other investors into a fund that is invested in anywhere from a few dozen to hundreds of different securities
  
4. A mutual fund is...
  - a. Money pooled with the money of other investors into a fund that is invested in anywhere from a few dozen to hundreds of different securities
  - b. A debt security—the issuer owes the holders a debt, and is obliged to repay the principal and interest
  - c. Capital raised by a corporation through the issuance and distribution of shares through financial markets