

## MULTIPLE CHOICE

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

1. A Certificate of Deposit (CD)...
  - a. Offers a predictable rate of return
  - b. Is insured
  - c. Is less susceptible to market dynamics compared to stocks or mutual funds
  - d. All of the above
  - e. None of the above
  
2. A Certificate of Deposit has...
  - a. A variable interest rate, a flexible term length and no maturity date
  - b. A fixed interest rate, a fixed term length and a fixed maturity date
  - c. A variable interest rate, an adjustable term length and a fixed maturity date
  
3. What is a CD ladder strategy?
  - a. A way to diversify your investments between CDs, stocks, bonds and mutual funds
  - b. A way to lock your money in for an extended period of time so you are not tempted to spend it
  - c. A way to maximize your income potential while still maintaining some access to your funds