## Theme 4: Saving & Investing

## **Terms/Concepts**

Alternatives Net asset price

Benefit Opportunity Cost

Bond Partnership

Broker Price/earnings ratio (P/E ratio)

Certificate of deposit Primary markets

Choice Proprietorship

Closing price Rate of return

Compound Interest Real estate

Compound Interest Reward vs Risk

Corporation Rule of 72

Debt financing Savings vs Investment

Diversification Savings account

Dividend Savings goal

Dividend reinvestment plan (DRIP) Scarcity

Economic investment Secondary markets

Equity financing Stock index funds

Financial institutions Stock mutual funds

Financial investment Stock symbol

Financial market Stocks

Forms of Saving and Investing Trading volume

Fundamental analysis Types of risk

Investment U.S. government savings bonds

Investor Venture capitalist

Limited liability Yield

Money market mutual funds