*Ask price, Bid price, Bond Ratings, Bonds, Common Stock, Compound Interest, Diversification, Dividend, Exchanges, Investing, Mutual Funds, Pension Programs, Pooled Funds, Portfolio, Preferred Stock, Primary Market, Principal, Risk Averse, Risk Tolerance, Secondary Market, Social Security, Stock Market, Stocks, Systematic Risk, Unsystematic Risk*, *Volatile*

1.\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ -- interest calculated on the initial principal and also on the accumulated interest

 of previous periods

2. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ – refers to something whose value fluctuates frequently

3. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ – initial sum of money

4. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ -- risk inherent to an entire market that is unpredictable and impossible to avoid

5. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_– represents ownership in a company and claim on profit, with one vote per

 share

6. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_– where securities are created and stocks are initially issued through IPO

7. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ – a sum of money paid regularly by a company to its shareholders out of its

 profits

8. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ -- a risk management tool that mixes a large amount of different investment

 mediums within a portfolio

9. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_– a measure of how much risk you can handle as an investor

10. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_– government program that is paid for by an income tax that will be given to

 retirees and those who are disabled

11. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ -- a grade given to a particular bond that indicates its credit quality

12. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ – a general term used to describe the ownership certificates of any company

13. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_– an investment vehicle that consists of a pool of funds contributed by many

 investors in order to invest in stocks, bonds, and other assets

14. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ – the act of committing money or capital to an endeavor with the expectation

 of obtaining an additional income or profit

15. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ – a conglomerate of different financial assets that helps balance risk and return

 according to the investor’s risk tolerance

16. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_–company- or industry-specific risk that is inherent in all investments and can

 be reduced through diversification

17. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_– refers to an investor who, when faced with two investments with a similar

 expected return, will prefer the one with the lower risk

18. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_– price quoted for those who want to buy

19. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ -- type of retirement plan where an employer puts money into a pool of funds

 that is invested on the employee’s behalf

20. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ – can be physical or virtual; facilitates trading of securities between buyers and

 sellers

21. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_– a type of stock that is usually guaranteed a fixed dividend

22. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_– investment from many individuals that are aggregated specifically to be

 invested

23. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_– facilitates the exchange of securities between buyers and sellers

24. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ -- an interest-bearing security that obligates the issuer to pay the bondholder a

 specified sum of money, usually at specific intervals (known as a coupon), and

 to repay the principal amount of the loan at maturity

25. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ – price quoted for those who want to sell

26. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_– where previously-issued stocks are traded