

# Risk/Return Grid

In the grid below, write the names of the saving and investing alternatives that meet the risk and return criteria. You must place all of the terms listed below in the chart. A "Savings Account" is a low risk, low return alternative, so it is placed in the top left corner of the chart. THESE ARE ALL LISTED IN THE BOOK, SO USE THAT AS A GUIDE. You may also want to use the "Risk, Return, Liquidity" handout for help.

## SAVING & INVESTMENT ALTERNATIVES

- CDs
- Common Stock
- Corporate Bonds (Highly Rated)
- Corporate Bonds (Medium Rated)
- Futures Contracts /Commodities
- Government Bonds (US/Muni)
- Insurance Annuities
- Junk Bonds
- Money Market Accounts
- Mutual Funds
- Preferred Stock
- Real Estate (Rental Property)
- Retirement Accounts (IRA, 401K)
- Savings Accounts
- Savings Bonds

LOW RISK



HIGH RISK

<p>LOW RETURN</p>	1	Savings Accounts		
	2			
	3			
	4			
	5			
	6			
	7			
	1			
	2			
	3			
			1	
			2	
			3	
			4	
			5	

HIGH RETURN