

Name _____

Date _____

Before reading: In the space to the left of each statement, place a check mark (✓) if you agree or think the statement is true.

During or after reading: Add new check marks or cross through those about which you have changed your mind. Keep in mind that this is not like the traditional “worksheet.” You may have to put on your thinking caps and “read between the lines.” Use the space under each statement to note the page, column, and paragraph(s) where you are finding information to support your thinking.

___1. Whenever you invest money in something, you expect to make a monetary profit.

___2. Money is not the only thing you can invest in order to get a return.

___3. Two different people investing might get a different return on their investment.

___4. The rate of return on an investment is always expressed as a percentage of the original investment.

___5. There is a simple mathematical formula to calculate the return on investment.

___6. If a person invests \$1000 in project A, and another person invests \$1000 in project B, and they both get back \$1250, they both had a 25% return on their investment.

___7. Some customers at a bank pay higher interest rates than others because the interest rate that a bank charges a customer to loan that customer some money depends on the risk involved in not getting that money back.

___8. If I loan money for six months, I will charge less interest than if I loan money for one year.

___9. Most new businesses fail.

___10. It would be better to invest in a new business started by one of your friends than in a business started by your friends parents.