

## Lesson 5

### Mini-profiles exit ticket

Read the profiles and determine which type of investment vehicle would be best for the profile and explain why it is a good fit (be able to justify why other vehicles would not be suitable too)! Use the mind map and online research (if possible) as an aid.

Investor name	Investment vehicle and example	Why is this a good fit for the investor?
<b>Emma</b> <ul style="list-style-type: none"> <li>• Age 22</li> <li>• First job, wants long-term growth</li> <li>• Open to some risk</li> <li>• No immediate financial needs</li> </ul>		
<b>Carlos</b> <ul style="list-style-type: none"> <li>• Age 45</li> <li>• Saving for family and kids' education</li> <li>• Medium risk tolerance</li> <li>• Wants steady growth</li> </ul>		
<b>Nora</b> <ul style="list-style-type: none"> <li>• Age 63</li> <li>• Nearing retirement</li> <li>• Prioritizes safety and stability</li> <li>• Low risk tolerance</li> </ul>		
<b>Your name:</b> _____ <b>Make this one about you!</b> <ul style="list-style-type: none"> <li>• <b>Age:</b> _____</li> <li>• <b>Short-term or long-term goal (and what is it):</b> _____</li> <li>• <b>Risk tolerance:</b> _____</li> </ul>		

## Lesson 5

### Answer key

Read the profiles and determine which type of investment vehicle would be best for the profile and explain why it is a good fit. Use the mind map and the research activity as an aid!

Investor name	Investment vehicle and example	Why is this a good fit for the investor?
<b>Emma</b> <ul style="list-style-type: none"> <li>• Age 22</li> <li>• First job, wants long-term growth</li> <li>• Open to some risk</li> <li>• No immediate financial needs</li> </ul>	<ol style="list-style-type: none"> <li>1. Stock</li> <li>2. ETF</li> <li>3. Bond</li> </ol>	<ol style="list-style-type: none"> <li>1. Stocks offer high growth potential over the long-term. Emma is young and has time to handle market ups and downs.</li> <li>2. Offers diversified exposure to large U.S. companies. Good for passive growth at a low cost. Suitable for a long investment horizon.</li> <li>3. Adds a low-risk component to her portfolio to help balance out more volatile stock investments.</li> </ol>
<b>Carlos</b> <ul style="list-style-type: none"> <li>• Age 45</li> <li>• Saving for family and kids' education</li> <li>• Medium risk tolerance</li> <li>• Wants steady growth</li> </ul>	<ol style="list-style-type: none"> <li>1. Mutual fund</li> <li>2. Bond</li> <li>3. ETF</li> </ol>	<ol style="list-style-type: none"> <li>1. Offers a mix of stocks and bonds. Great for someone seeking moderate risk with steady growth.</li> <li>2. Reliable and lower risk. Helps preserve capital while still earning interest.</li> <li>3. Adds global diversification to reduce country-specific risk. Useful for long-term educational savings.</li> </ol>
<b>Nora</b> <ul style="list-style-type: none"> <li>• Age 63</li> <li>• Nearing retirement</li> <li>• Prioritizes safety and stability</li> <li>• Low risk tolerance</li> </ul>	<ol style="list-style-type: none"> <li>1. Segregated fund</li> <li>2. Bond</li> </ol>	<ol style="list-style-type: none"> <li>1. Offers capital protection (75%–100% guarantee) and combines insurance with investment. Ideal for conservative investors close to retirement.</li> <li>2. A secure, low-risk choice that generates steady income. Helps preserve capital during retirement.</li> </ol>
<b>Your name:</b> _____ <b>Make this one about you!</b> <ul style="list-style-type: none"> <li>• <b>Age:</b> _____</li> <li>• <b>Short-term or long-term goal (and what is it):</b> _____</li> <li>• <b>Risk tolerance:</b> _____</li> </ul>	<ol style="list-style-type: none"> <li>1. Bond</li> <li>2. Mutual fund</li> </ol>	<ol style="list-style-type: none"> <li>1. Backed by the government. Safe and predictable, great for preserving money over 1–3 years.</li> <li>2. Provides slight growth through a diversified bond portfolio. Low risk and good for conservative investors.</li> </ol> <p><b>Note:</b> Stocks and real estate would not be a good idea for a high school student, as they have higher risk and are more for long-term investment.</p>