

Name _____

Unlocking the Secrets of Certificates of Deposit (CDs)

Short Answer

1. Explain the concept of a fixed term in relation to Certificates of Deposit (CDs).
2. What is the potential risk of missing out on higher earnings when you lock your money into a CD?
3. Why is it important to have an emergency fund in a liquid account before considering a CD?
4. Name one pro and one con of investing in CDs.
5. How can a CD help you budget and plan for your financial goals?

