

Name _____

Long-Term vs. Short-Term Investing: Making Your Money Grow

Short Answer

1. Explain the concept of compound interest and how it benefits long-term investors.
2. What is the main difference in the time horizon between long-term and short-term investing?
3. How does risk tolerance play a role in deciding between long-term and short-term investing?
4. Why do short-term investors need to be prepared to make quick decisions?
5. Can you provide an example of a financial goal that is better suited for long-term investing?

