

Name \_\_\_\_\_

## Navigating the Financial Seas: Risks and Rewards of Common Investment Options

### Short Answer

1. Explain the concept of diversification and why it's essential in investing.
2. What is market volatility, and how can it impact your investments?
3. Name one potential benefit and one potential risk of investing in real estate.
4. How does your risk tolerance influence your choice of investments?
5. What is a time horizon in investing, and why is it important?

