

Name _____

Savings vs. Checking: Where Should You Stash Your Cash?

Multiple Choice Questions

1. What is the primary advantage of a savings account?
 - a) Unlimited access to your money
 - b) High interest rates
 - c) Easy access to cash
 - d) Protection from overdrafts

2. Why is a savings account a good place to build an emergency fund?
 - a) It offers unlimited access to your money
 - b) It earns high interest rates
 - c) It is safe and secure
 - d) It provides direct deposit options

3. Which of the following is a drawback of a checking account?
 - a) It offers high interest rates
 - b) It has limited access to your money
 - c) It is suitable for long-term savings
 - d) It does not have overdraft protection

4. What is the primary purpose of a checking account?
 - a) To earn high interest on your money
 - b) To keep your money safe and secure
 - c) To facilitate daily transactions and expenses
 - d) To build an emergency fund

5. Which government agency protects your money in a savings account?
 - a) The Federal Reserve
 - b) The Internal Revenue Service (IRS)
 - c) The Federal Deposit Insurance Corporation (FDIC)
 - d) The Securities and Exchange Commission (SEC)

