Teacher Answer Key

Case Study

1. Automation ensured Maria invested consistently, removed decision fatigue, and captured market growth without timing errors.

2. Brokerage exposure to equities offered higher long-term returns compared to low-interest savings, aligning with her longer horizon.

Multiple Choice

1. A

2. D

3. C

Matching

1-E, 2-A, 3-D, 4-C, 5-B

Fill-in-the-Blank

1) first, 2) CD (certificate of deposit), 3) interest

Short Answer (Sample Responses)

Q1: Ten extra years of compounding at, say, 7 percent can more than double ending wealth.

Q2: Higher yields accelerate fund growth while still offering quick access in emergencies.

Q3: Pre-set transfers remove temptation and make saving an effortless routine.