

[Student Centre]

UNIT 4: Finance

CHAPTER 14: Savings and Investing

E-ACTIVITY: Investing

Activity: Pamphlet on Becoming a Smart Investor  
Prepare a pamphlet on tips for becoming a smart investor.

Do you know how compound interest works? What kinds of investments are there? What is the advantage of investing when young? How can you prevent investing mistakes? Use the information in the following websites to prepare a pamphlet that will highlight tips for becoming a smart investor.

1. Visit the [There's Something About Money website](#) and find the answers to the following questions:

- a) Why use compound interest?
- b) What are 3 forms of investments?
- c) What is the advantage to buying an RRSP while you are young?

2. Visit the [Investor Ed website](#) and learn more about financial planning.

- a) What is the difference between risk and return?
- b) Briefly summarize how the stock market works.
- c) What does diversify mean?
- d) What are mutual funds?

3. Using the information found at the Investor Ed website, prepare a Top 10 list of smart investing tips.