

1. In general, how would your best friend describe you as a risk taker?

- A real gambler
- Willing to take risk with adequate research
- Cautious
- A real risk avoider

2. You are on a TV game show and can choose one of the following. Which do you choose?

- \$1,000 in cash
- A 50% chance at winning \$5,000
- A 25% chance at winning \$10,000
- A 5% chance at winning \$100,000

3. Three weeks before you leave on a dream vacation, you lose your job. You would:

- Cancel the trip
- Take a much more modest trip
- Go as scheduled, because you need time to prepare for a job search
- Extend your trip, because this might be your last chance to go first-class

4. When you think of the word 'risk', which of the following words comes to mind first?

- Loss
- Uncertainty
- Opportunity
- Thrill

5. If you unexpectedly received \$20,000 to invest, what would you do?

- Deposit it into a bank account, money market, or CD
- Invest it in high quality bonds or bond mutual funds
- Invest it in stocks or stock mutual funds

6. How comfortable are you investing in stocks or stock mutual funds?

- Not at all comfortable
- Somewhat comfortable
- Very comfortable

7. Review the following investment choices. Which would you choose?

- \$200 gain best case; \$0 loss worst case
- \$800 gain best case; \$200 loss worst case
- \$2,600 gain best case; \$800 loss worst case
- \$4,800 gain best case; \$2,400 loss worst case

8. A relative left you an inheritance of \$100,000, and you now need to choose between:

- Invest all in a savings account or money market mutual fund
- Invest all in a mutual fund that owns stocks and bonds
- Invest all in a portfolio of 15 common stocks
- Invest all in commodities like gold, silver, and oil

9. You've just been given \$1,000. You are now asked to choose between:

- A certain gain of \$500
- A 50% chance to gain \$1,000 and a 50% chance to gain nothing

10. You've just been given \$2,000. You are now asked to choose between:

- A sure loss of \$500
- A 50% chance to lose \$1,000 and a 50% chance to lose nothing

11. If you had to invest \$20,000, which investment choice would you find most appealing?

- 60% low risk; 30% medium risk; 10% high risk
- 30% low risk; 40% medium risk; 30% high risk
- 10% low risk; 40% medium risk; 50% high risk

12. Please read the following paragraph and select the answer that's the best fit.

Some experts are predicting prices of assets such as gold, jewels, collectibles, and real estate (hard assets) to increase in value; bond prices may fall; however, experts tend to agree that government bonds are relatively safe. Most of your investment assets are now in high interest government bonds. What would you do?

- Hold the bonds
- Sell the bonds, put half into money market accounts, and the other half into hard assets
- Sell the bonds, and put the total proceeds into hard assets
- Sell the bonds, put all the money into hard assets; borrow additional money to buy more.

13. Please read the following paragraph and select the answer that's the best fit.

Your trusted friend and neighbor, an experienced geologist, is putting together a group of investors to fund an exploratory gold mining venture. The venture can pay back 50-100X the investment if successful. If the mine is a bust, the entire investment is worthless. Your friend estimates the chance of success is only 20%. If you had the money, how much would you invest?

- Nothing
- One month's salary
- Three month's salary
- Six month's salary