

Investing Role Play Scenario

Have students answer each question then share their answers with the class in the form of a role play.

Scenario #1: Norma is considering buying a certificate of deposit with the \$500 she has in a regular savings account. Explain to her what factors she could consider when choosing a certificate of deposit.

Scenario #2: You were visiting your Grandpa and you happened to find \$5000 stashed in an old shoe box. He told you that he had been saving this money for over 20 years.

- a. Explain to him other options he has.
- b. Explain and demonstrate the principles of compounding interest.

Scenario #3: Your friends, Jim and Joey (16) are twin brothers and just received a \$1000 inheritance from a wealthy aunt. Jim wants the two of them to put their money together and buy a 4-wheeler. Joey says he wants to put his money in a savings account. Jim comes to you to ask you to help persuade Joey to buy the 4-wheeler. What is your best financial advice?

Scenario #4: You've been working for a while, but your sister just got a job and is excited to have some of her "own" spending money. Money burns a hole in her pocket and you need to give her some ideas on how to save some money.