

Goal-Based Portfolio Builder

Activity 4: Create appropriate investment allocations for different financial scenarios

1

Recent Graduate - Building Retirement Wealth

Age

24

Goal

Retirement at 65

Time Horizon

41 years

Monthly

\$200

Risk Tolerance

High (long-term)

Your Recommended Allocation:

Stocks %

0

Bonds %

0

Cash %

0

Total: 0% (must equal 100%)

Reasoning:

Why did you choose this allocation?

Age

28

Goal

\$40,000 down payment

Time Horizon

5 years

Current Savings

\$8,000

Monthly

\$500

Risk Tolerance

Moderate

Your Recommended Allocation:

Stocks %

0

Bonds %

0

Cash %

0

Total: 0% (must equal 100%)

Reasoning:

Why did you choose this allocation?

3

Mid-Career Worker - Balanced Approach

Age

45

Goal

Retirement at 65

Time Horizon

20 years

Monthly

\$600

Risk Tolerance

Moderate

Your Recommended Allocation:

Stocks %

0

Bonds %

0

Cash %

0

Total: 0% (must equal 100%)

Reasoning:

Why did you choose this allocation?

Portfolio Construction: Scenario 1 (Recent Graduate)

Select specific investments for the recent graduate's portfolio:

Stock Funds/ETFs (choose 2-3)

e.g., VTI (Total Stock Market), VXUS (International), QQQ (Tech)

Bond Funds (if any)

e.g., BND (Total Bond), VGIT (Treasury)

Explain Your Investment Choices

Why did you select these specific investments for a 24-year-old saving for retirement?