

1. For the most part, I understood the financial terminology used in this project. Two small things I did not know was that the median income of a middle class person was 69,000 dollars and that mortgages are subject to private mortgage insurance based on down payment.
2. The non-financially literate person paid approximately 95,585 dollars to reimburse debt while the financially literate person paid only approximately 82,065 dollars.
3. The non-financially literate person was in debt for 36 years while the financially literate person was in debt for only 12 years
4. According to the output files, the non-financially literate person had a wealth of 1,017,545 dollars and the financially literate person had a larger wealth of 3,046,415 dollars
5. I assume the largest weight on a middle class person's financial status is their mortgage.
- 6.

What is the highest risk investment:

- a. Junk bonds (financially literate answer)
- b. US Treasury bonds
- c. US Corporate bonds

What bank account is a liability:

- a. Money market account
- b. Checking account (financially literate answer)
- c. Credit card account

Payment of a bond for a physical period is known as the:

- a. Rate of return
- b. Coupon rate (financially literate answer)
- c. bearer bonds

7.

