

Answer on Question#39347 – Economics – Macroeconomics

Assignment

Kyle and Lyle want to pool their inheritance money to make a joint investment. They are young and are willing to accept moderate to high risk over a number of years. Which combination of investment options best suits their needs?

Money market account and bonds

Mutual funds and stocks

Savings account and bonds

Stocks and futures

Solution

If they are young and are willing to accept moderate to high risk over a number of years, they should choose stocks and futures as combination of investment options that best suits their needs, because these options have significant risks, but they also may be very profitable.