# Answer Key

## Chapter 11

### Chapter Test A

#### Part 1: Main Idea

**1.** d
**2.** a
**3.** c
**4.** a
**5.** c
**6.** a
**7.** d
**8.** b
**9.** b
**10.** d
**11.** d
**12.** c
**13.** b
**14.** d
**15.** a

#### Part 2: Interpreting Charts

**16.** b
**17.** b
**18.** d
**19.** b
**20.** c

#### Part 3: Extended Response

**21.** Liquidity is the ability to easily and quickly pull funds out of a savings or investment account. It is especially important for the funds that a person saves for emergencies to be liquid so that they can be withdrawn to pay the costs of an urgent situations. Savings for long-term goals do not need to be liquid assets because they don't need to be withdrawn at short notice. Savings for short-term goals don't need as much liquidity as emergency funds, but need more than funds saved for long-term goals.

**22.** Stocks listed on any exchange are now available to any trading firm; electronic trading has increased; trades now take place 24 hours a day; many people trade on the Internet.

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