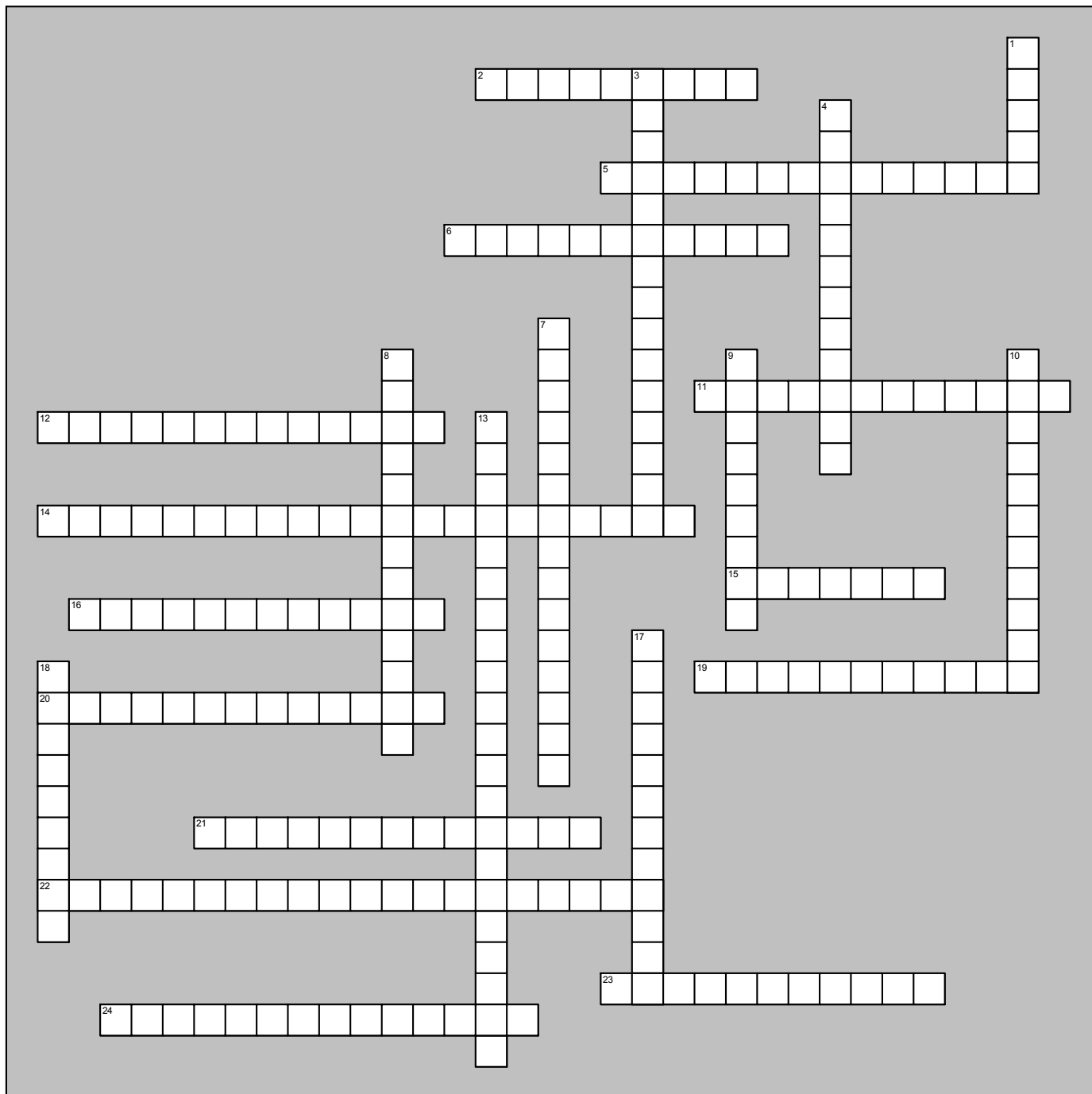


## Chapter 11: Investing Basics and Evaluating Bonds



### Across

2. The dollar amount the bondholder will receive at the bond's maturity.
5. A bond that is registered in the owner's name by the issuing company.
6. A feature that allows the corporation to call in or buy outstanding bonds from current bondholders before the maturity date.
11. A short-term loan that is approved before the money is actually needed.
12. A corporation's written pledge to repay a specified amount of money, along with interest.
14. A high-risk investment made in the hope of earning a relatively large profit in a short time.
15. A financially independent firm that acts as the bondholders' representative.
16. Determined by dividing the yearly dollar amount of income generated by an investment by the investment's current market value.
19. A bond that is repaid from the income generated by the project it is designed to finance.
20. An amount of money you can obtain quickly in case of immediate need.
21. A legal document that details all of the conditions relating to a bond issue.
22. A bond that is registered for principal only, and not for interest.
23. Bonds of a single issue that mature on different dates.
24. A bond that is sold at a price far below its face value, makes no annual or semiannual interest payments, and is redeemed for its face value at maturity.

### Down

1. The rate of return earned by an investor who holds a bond for a stated period of time.
3. The process of spreading your assets among several different types of investments to lessen risk.
4. A corporate bond secured by various assets of the issuing firm.
7. A bond that can be exchanged, at the owner's option, for a specified number of shares of the corporation's common stock.
8. A debt security issued by a state or local government.
9. The ability to buy or sell an investment quickly without substantially affecting the investment's value.
10. A fund to which annual or semiannual deposits are made for the purpose of redeeming a bond issue.
13. A bond backed by the full faith, credit, and unlimited taxing power of the government that issued it.
17. For a corporate bond, the date on which the corporation is to repay the borrowed money.
18. A bond that is backed only by the reputation of the issuing corporation.