



THE WHITE PAPER

Strategies for Managing Your Assets

November 2015



Tori Patrick

President
Progressive Strategies Financial
Group
27201 Puerta Real Suite 300
Mission Viejo, CA 92691
949.204.3800 702.893.1500
Fax: 702.549.1900
Tori@psfgwealth.com
www.psfwealth.com

CA Insurance Lic# OJ13973

Finding Your Risk Comfort Zone

In the world of investing, risk is nearly unavoidable. Some investments are riskier than others, but while they may be more risky, they may also have the potential for higher reward. Likewise, some investors are willing to take on more risk than others to achieve their financial goals. How comfortable are you with risk? The following quiz may help you determine your risk tolerance.

How many years until you reach retirement or other financial goals?

1. Less than five years.
2. 5 to 10 years.
3. 11 to 20 years.
4. More than 20 years.

What would you do if the stock market suffered a one-day drop of 10% or more?

1. Sell all of your stocks.¹
2. Adjust your portfolio mix toward "safer" investments, such as bonds or money markets.²
3. Become very concerned and monitor the market on a daily basis.
4. Remain calm because you are investing for the long term.

If your investments suffered an extended period of low or negative returns, you would:

1. Sell off all your investments.
2. Not sell, but stop investing.
3. Invest less than you normally would.
4. Continue to invest as much as, or more than, you have been.

What are you looking for when selecting investments?

1. Safe investments that will preserve capital.
2. Investments with the potential for consistent, moderate growth.
3. Aggressive investments with excellent growth potential.
4. Bargain-priced investments that appear to have excellent growth potential.

Are you likely to consider foreign investments?

1. Never. There are too many good opportunities in the United States.
2. Not likely.
3. I might consider it.
4. Yes, definitely.

To determine your risk-tolerance level, add up your score. Give yourself one point for each "1," two for each "2," three for each "3," and four for each "4." A score of 5 to 7 means you may be a conservative investor

who is most comfortable with a low-risk mix of investments; a score of 8 to 12 means you may be a cautious investor, but are not completely averse to risk; a score of 13 to 16 means you may be a moderate investor who might be willing to take on some aggressive investments to reach your goals; and a score of 17 to 20 may indicate that you are comfortable with risk as a means of reaching your goals.

¹*Investing in stocks involves risks, including loss of principal.*

²*Bonds are subject to market and interest rate risk if sold prior to maturity. Bond values will decline as interest rates rise and are subject to availability and change in price. An investment in a money market fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. Although the fund seeks to preserve the value of your investment at \$1.00 per share, it is possible to lose money by investing in the fund.*

© 2015 Wealth Management Systems Inc. All rights reserved.

1-425691

The opinions voiced in this material are for general information only and are not intended to provide specific advice or recommendations for any individual. To determine which investment(s) may be appropriate for you, consult your financial advisor prior to investing. All performance referenced is historical and is no guarantee of future results. All indices are unmanaged and cannot be invested into directly.

LPL Financial, Member FINRA/SIPC

This newsletter was created using [Newsletter OnDemand](#), powered by Wealth Management Systems Inc.