

May 2015 Issue of PFWise.com's Monthly Newsletter

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PFWise.com Monthly Newsletter

Help you make wise personal finance decisions

Hello friends, welcome to the May 2015 [PFWise.com](#) Monthly Newsletter! In this issue, we will focus on only one topic - **ETF 101**

a. ETFs vs. Index Funds vs. Stocks: which is better?

ETF is a hybrid investment product between funds and stocks. The natural question is: if you compare ETFs with Index Funds or Stocks, which is better? The answer is, each investment product has its own advantages and disadvantages. For details, please see our [ETFs vs. Index Funds](#) and [ETFs vs. Stocks](#) discussions.

b. What types of ETFs?

With over 2,000 ETFs to choose from, you can use ETFs to accomplish almost any investment goals. Here is an [ETF database that lists different types of ETFs](#). It's a little outdated, but still gives you a good idea about the wide variety of ETFs.

c. How to evaluate and use ETFs?

To evaluate ETFs, you can use [the same metrics](#) we use to determine which fund is better. In some related blog posts, we have discussed [how to choose ETFs](#) and [if you should use ETFs to build your entire investment portfolio](#).

Finally, some ETF myth busters -

Myth buster 1. [An ETF's liquidity is not as important as its underlying stocks.](#)

Myth buster 2. [ETFs are less volatile than stocks.](#)

Myth buster 3. [ETFs are more tax efficient.](#)

Myth buster 4. [Commission-free ETFs are the best.](#)

The Bottom Line

Personal Finance is a broad and complicated topic, and needs lot of knowledge and forward-looking planning. I hope I can share my knowledge and use my skills to help you make wise PF decisions.

If you like our newsletter, please share with your friends. They can subscribe by dropping a line to help@pwise.com or from [here](#).

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