

- 1 What are Local authority shares most like?
  - A. TESSA
  - B. ISA
  - C. Gilts
  - D. Futures
- 2 General Cover is everything that is not covered in \_\_\_\_\_ Insurance?
  - A. Personal
  - B. Complex
  - C. Life
  - D. Car
- 3 For an Easy Access Savings Account what is the minimum I can have in the account?
  - A. £25
  - B. £50
  - C. £75
  - D. £100
- 4 Can I make overpayment on my flexible mortgage?
  - A. No
  - B. Yes
  - C. Not in the first year
  - D. Credit Fees apply
- 5 Does a mutual organisation have members or share holders?
  - A. Shareholders
  - B. Members
  - C. Both
  - D. Neither
- 6 Indemnity means that the item should be restored to \_\_\_\_\_ than It was before my claim in insurance.
  - A. Better
  - B. Worse
  - C. The same
  - D. Equal minus 20%
- 7 Mortgage protection assurance covers me against sickness or death or both?
  - A. Both
  - B. Sickness only
  - C. Death Only
  - D. Depends on the lender

- 8 A loan at a fixed-rate to a company has the tax deducted at source would there be any way of paying more tax on the loan?
- A. Income Tax
  - B. No
  - C. VAT
  - D. CGT
- 9 SERPS first objective was to boost national earnings average pension from \_\_\_\_\_ To \_\_\_\_\_ Percent?
- A. 25% to 50%
  - B. 5% to '10%
  - C. 50% to 75%
  - D. 75% to 100%
- 10 What are Price earnings also known as?
- A. Dividends
  - B. Relative strength
  - C. Profit Ratio
  - D. P/E Ratio
- 11 How long is the fixed term with a capital bond?
- A. 5 years
  - B. 7 years
  - C. 10 years
  - D. 15 years
- 12 A With Profits Endowment will be a share of the \_\_\_\_\_ with the Assurance company?
- A. Profits
  - B. Debt
  - C. Bonus
  - D. Dividends
- 13 Does the European Union influence the financial services industry?
- A. It has little input
  - B. Yes very much
  - C. No input
  - D. It dictates everything
- 14 How long do you have to have paid NIC's to receive Carers allowance?
- A. 3 months
  - B. 6 months
  - C. 1 year
  - D. Never

- 15 What does 'L' Stand for on your wage slip?
- A. Land
  - B. Full Basic Tax
  - C. Full Lower Rate Tax
  - D. Full Higher Rate Tax
- 16 What has the largest affect the amount of CGT?
- A. Profits
  - B. Other taxes
  - C. Currency
  - D. Time
- 17 Long-term care is paid out depending on ADL's. What does ADL mean?
- A. Adjusted Debt Lease
  - B. Added Day Loan
  - C. Adote De Leati
  - D. Activities of Daily living
- 18 In a FSAVC what is known as the accrual rate?
- A. Profit Ratio
  - B. Tax level
  - C. Pension withdrawals
  - D. The rate of pay per year of service added to the pension
- 19 Which of these would I usually be covered for with CIC: -
- A. Death
  - B. Heart Attack
  - C. Cancer
  - D. Stroke
- 20 Who supplies the tables for PAYE?
- A. FSA
  - B. HM Revenue and Customs
  - C. Banking Association
  - D. The Government
- 21 What are the maximum winnings for premium bonds?
- A. £1000
  - B. £10,000
  - C. £100,000
  - D. £1,000,000

- 22 What would be a similar bond to a GILT?
- A. Corporate Bonds
  - B. Investment Bonds
  - C. Junk bonds
  - D. Long Term with Profits Bond
- 23 If I die does my non-profit Endowment pay out if I die?
- A. Yes
  - B. 50%
  - C. 25%
  - D. No
- 24 When will a Whole of life assurance policy pay out?
- A. On event of death
  - B. End of its term
  - C. Anytime Chosen
  - D. 25 years from the purchase
- 25 How much tax is paid for PHI for an individual?
- A. 15%
  - B. None
  - C. 25%
  - D. 50%
- 26 What are the two main types of Savings Certificates?
- A. Interest and Loans
  - B. Bonds and Shares
  - C. Fixed interest and Index linked
  - D. Fixed and Unit
- 27 If I receive a £5000 tax rebate and I earn over 40k do I have to pay tax on the rebate for that year?
- A. Yes
  - B. If you are over the higher tax bracket
  - C. If it is in that year
  - D. No
- 28 How many levels of Regulation are there for the financial services industry in the UK?
- A. 4 levels
  - B. 5 levels
  - C. 6 levels
  - D. 7 levels

- 29 An ISA can include ?
- A. Shares and Corporate bonds issued abroad, Child Trust Funds, Investment Trusts, Child Trust Funds
  - B. Shares and Corporate bonds issued abroad, Gilts, OEIC's, Investment Trusts
  - C. Child Trust Funds, Gilts, OEIC's, Investment Trusts, Child Trust Funds
  - D. Shares and Corporate bonds issued abroad, Child Trust Funds, Gilts, Child Trust Funds
- 30 Where could I buy National Savings and Investment products?
- A. A bank
  - B. Post Office
  - C. A building society
  - D. The Government
- 31 Does the mortgagee demand that the property is maintained in good condition and insurance?
- A. Yes both
  - B. Only insurance
  - C. Only maintained
  - D. It does not specify any
- 32 What is the term to describe the mixing of the Financial Institutions into each other's financial businesses?
- A. Crossover
  - B. Bancassurance
  - C. Filtering
  - D. New Field
- 33 The premium fees for PMI depends on a which factor(s)?
- A. Location, Type of hospital, and Standard of accommodation
  - B. Location and Type of hospital
  - C. Location
  - D. Type of hospital
- 34 When a business partner dies and a cross-option method is used what happens to their share?
- A. The share goes to the other directors
  - B. The share goes to their family
  - C. The deceased relatives have the option to sell the share to the other shareholders
  - D. It is lost

- 35 How long is the term for Children's bonus bonds?
- A. 1 year
  - B. 3 years
  - C. 5 years
  - D. 10 years
- 36 Can the Blind Persons Allowance be transferred to their spouse?
- A. No
  - B. Only if they are also blind
  - C. Only if they are living with them
  - D. Yes
- 37 Even though I get the sum at the end of my Capital bond do I have to pay tax every year on the interest?
- A. No
  - B. Yes
  - C. It is exempt if held over 5 years
  - D. It is exempt if held over 10 years
- 38 Would an Insurance broker be a retailer or wholesaler of products?
- A. Retailer
  - B. Wholesaler
  - C. Both
  - D. Neither
- 39 What is the maximum I can invest into a Child Trust Fund every year?
- A. £1200
  - B. £1400
  - C. £1500
  - D. £1600
- 40 Members own building societies whereas banks are owned by?
- A. Euro Banks
  - B. Members also
  - C. Shareholders
  - D. The stock market
- 41 The unit price of a unit trust has relation to the \_\_\_\_\_ of the fund?
- A. Tax
  - B. Value
  - C. Complexity
  - D. Diversity

- 42 Which group meet to decide the bank rate and how often do they meet?
- A. MPC Monetary Policy Committee twice a month
  - B. MPC Monetary Policy Committee once a month
  - C. The Bank of England once a month
  - D. The Bank of England twice a month
- 43 If I had the tax code T on my P60 what would be the two states my tax would be in?
- A. Under review or not able to be entered in to any of the other codes
  - B. Travel
  - C. Turkish Citizen
  - D. Unemployed
- 44 If I wanted a long-term policy which should I pick ASU or PHI?
- A. Both
  - B. Neither
  - C. ASU
  - D. PHI
- 45 CAT Standard Equity ISA's must have fund charges not more than \_\_\_\_\_% of net asset value per year?
- A. 0.5%
  - B. 0.75%
  - C. 1%
  - D. 2%
- 46 If I was employed which national Insurance code would I have?
- A. 1
  - B. 2
  - C. 3
  - D. 4
- 47 What does the Tax code 'E I' stand for?
- A. European and Works in UK
  - B. Resident and works abroad
  - C. Resident and works in the UK
  - D. None of the above
- 48 What are the two reasons buy to let mortgages were historically not easy to get?
- A. Higher rate and high risk
  - B. Seen as commercial and high risk
  - C. Seen as commercial and rental income excluded from income
  - D. Higher rate and rental income excluded from income

- 49 The Role of the Corporate Director in \_\_\_\_ is to make sure the share price reflects the value of the investments.
- A. Trust funds
  - B. ISA
  - C. Pension
  - D. OEIC
- 50 If I was self-employed and I earned over £4345 what national insurance code would be in addition to the one I already had?
- A. 1
  - B. 2
  - C. 4
  - D. 3