

- 1 How old do I have to be to buy a Children bonus bond?
 - A. 18
 - B. 21
 - C. No age limit
 - D. 16
- 2 As a new company I wanted to float on the UK stock market which stock market would I probably be best for me?
 - A. NASDAQ
 - B. FTSE 250
 - C. AIM
 - D. None of the Above
- 3 Low cost Whole of life is made up of two parts A whole of life with profits and a _____ Term assurance?
 - A. Increasing
 - B. Decreasing
 - C. Long
 - D. Ultimate
- 4 Can I have a pension in the UK if I am a French?
 - A. Yes as long as you live in the UK and you are taxed here?
 - B. No
 - C. Only if I become a EU subject
 - D. Only if I change my passport to a UK passport
- 5 Who owns the National Savings and Investments?
 - A. The UK government
 - B. The post Office
 - C. A foreign Bank
 - D. It is a privately owned company
- 6 If I become a racing driver after I started my PHI can the company cancel my policy?
 - A. No
 - B. If I haven't had a accident
 - C. In a court of law
 - D. Yes
- 7 What does intestacy mean?
 - A. No profit left in a house purchase
 - B. Dying without a will
 - C. Free Tax on Inheritance
 - D. CGT

- 8 Who was responsible for the Banks before the FSA?
- A. The Bank Of England
 - B. The Government
 - C. The English Public
 - D. The Queen
- 9 If I am ill for longer than 28 weeks which benefit can I receive?
- A. Sickness benefit
 - B. Pension credits
 - C. Incapacity benefit
 - D. Disability Credits
- 10 What is the level of the initial charge of an OEIC?
- A. 50%
 - B. 3%- 6% of the investment
 - C. There is no charge its free
 - D. 25%
- 11 The interest on Loan stock is paid at 20% what extra would I pay as a higher rate taxpayer?
- A. 10%
 - B. 5%
 - C. 14%
 - D. 20%
- 12 If I earn interest from ISA and PEP's do I have to pay tax on them?
- A. Basic Tax only
 - B. Only if they increase in value
 - C. No
 - D. Yes
- 13 With a CAT standard mortgage what is the Max charge fee I can be charged for a capped rate?
- A. £2500
 - B. £800
 - C. £500
 - D. £150
- 14 Can my terminal bonus for my with-profits Endowment be changed before I receive it?
- A. No
 - B. Only if you agree
 - C. There is no terminal bonus with this endowment
 - D. Yes

- 15 Is the amount of interest on my repayment mortgage: - Larger, The same or Smaller... At the final payments of my mortgage?
- A. Larger
 - B. The same
 - C. Smaller
 - D. There is no final payment its an interest only mortgage
- 16 What type of mortgage is a cap and collar mortgage?
- A. It is a pension not a mortgage
 - B. Flexible
 - C. Hybrid
 - D. Type of Capped
- 17 Do OEIC's have a bid and an Offer price?
- A. Only a Bid
 - B. No
 - C. Only an Offer
 - D. Yes
- 18 What are the two types of Building society accounts?
- A. Bank and Interest
 - B. Ordinary Share accounts and Notice Accounts
 - C. Long term and short term
 - D. Free and Open
- 19 What PHI premium rate would you be if you were the lowest risk of claim?
- A. Class 6
 - B. Class 4
 - C. Class 1
 - D. Class 3
- 20 How much tax do I pay on a CTF?
- A. None
 - B. 5%
 - C. 15%
 - D. My normal tax level
- 21 Which is the odd one out? Low Unemployment, Balance of Payment Equilibrium, Satisfactory Economic Growth, Low Wages, Price Stability?
- A. Low wages
 - B. All are fine
 - C. Price stability
 - D. Economic growth

- 22 Pick out the tax paid investment income?
- A. Interest from banks, income trusts and settlements and interest of life annuities
 - B. Mortgages
 - C. Pensions
 - D. ISA's
- 23 Raising revenue and a means of controlling money supply is the way the government use????
- A. The Bank Of England
 - B. The Economy
 - C. Taxation
 - D. The National Mint
- 24 With a CAT standard mortgage what is the interest frequency?
- A. Hourly
 - B. Yearly
 - C. Daily
 - D. Weekly
- 25 Whole of life issued on a unit-linked basis is also known as a what?
- A. There is no such thing
 - B. Flexible whole of life
 - C. Ultimate Whole of Life
 - D. Pension Whole of life
- 26 How many banks are in the London Inter Bank Offered Rate?
- A. 50
 - B. 400
 - C. 800
 - D. 4000
- 27 Which of these is NOT a use for Whole of life assurance?
- A. Tax free legacy
 - B. Cover expenses on death
 - C. Unit trust deposit fund
 - D. Funds for inheritance tax
- 28 How much tax relief do I receive on a CTF?
- A. None
 - B. 5%
 - C. 15%
 - D. 20%

29 If I wanted to have the same rate for the period of the mortgage, would I look at a Variable rate mortgage?

- A. Yes
- B. For a short time yes
- C. No
- D. Only if you had an endowment

30 Knowing your customer when gathering information means you have to look at their ability to provide for themselves?

- A. Only at the beginning
- B. No
- C. Yes
- D. Only from a tax point of view

31 If I have savings will these be taken into consideration if I want to claim Income support?

- A. No
- B. Only if you are unemployed
- C. Yes
- D. Only if you are employed

32 Which part of a purchased Life annuity do I have to pay tax on the Capital part or the interest portion?

- A. Capital
- B. Both
- C. Interest
- D. You don't have to pay tax

33 What is the usual initial period that is guaranteed with a flexible whole of life policy?

- A. 5 years
- B. 10 years
- C. 15 years
- D. 25 years

34 What tax would be payable if I disposed of an asset?

- A. No tax
- B. Income Tax
- C. Asset Tax
- D. Capital gains tax

35 Withdrawing money early from a notice account will lose interest?

- A. No
- B. Yes
- C. Only part of it
- D. Only if you have not agreed it

- 36 What is an Option with a right to buy called?
- A. A future
 - B. A call
 - C. A put
 - D. Not available in the UK
- 37 CAT Standards have not historically been compulsory do Cat standard products still exist?
- A. No
 - B. Yes
 - C. Not after 2010
 - D. In 2000 they were changed to another product
- 38 CAT standard mortgage's have house insurance with the mortgage?
- A. Yes
 - B. By law Yes
 - C. Only if its in the contract
 - D. No
- 39 What would have an adverse effect on the deposits?
- A. Tax
 - B. Inflation
 - C. The Bank Of England
 - D. The stock Market
- 40 Both companies and individuals need intermediaries for covering risk because intermediaries:-?
- A. They can't cover the risk over many borrowers
 - B. They can cover the risk over many borrowers
 - C. Are tax free
 - D. Sell higher tax products
- 41 When recommending a solution we should put the right amount of money in the right form in the right hands at the right?
- A. Bank Account
 - B. Trust
 - C. Financial Institution
 - D. Time
- 42 Family Income Benefit has a Lump Sum or a fixed monthly income. ?
- A. Only Lump sum
 - B. Only fixed monthly income
 - C. Neither
 - D. Both

- 43 What percentage of the wear and tear of a buy to let property can be used against tax deductions?
- A. 5%
 - B. 10%
 - C. 15%
 - D. 20%
- 44 Would a share in a qualifying company held by an individual be classed as a business asset for CGT?
- A. No
 - B. Yes
 - C. Only 50%
 - D. Only over the current limit
- 45 How many months do parents have to decide which type of account to use for a CTF?
- A. 6 months
 - B. 12 months
 - C. 18 months
 - D. 24 months
- 46 If I were to sell my Unit trust units back to the Unit trust I would ask for a _____ Price?
- A. Call
 - B. Put
 - C. Offer
 - D. Bid
- 47 Which of the following is tax not due on?
- A. Employment
 - B. Lottery winnings
 - C. Interest on dividends
 - D. Company car
- 48 If I make a capital loss can it be carried forward to the next tax year?
- A. Only in certain circumstances
 - B. Only backwards
 - C. No
 - D. Yes
- 49 If I am a gambler do I have to pay tax on my winnings?
- A. Only the first £100
 - B. Only the first £1000
 - C. Yes
 - D. No

50 If I get into negative equity with my SHIP code of practice Home improvement plan who is responsible?

- A. I am
- B. The company who I bought the HIP
- C. The FSA
- D. Nobody