

- 1 A Financial_____ is an institution that borrows money from the surplus sector and lends it to the deficit sector?
- A. Advisor
 - B. Bank
 - C. Trust
 - D. Intermediary
- 2 What is the minimum I can put in a stakeholder pension per month?
- A. £20
 - B. £50
 - C. £100
 - D. £250
- 3 The cost for a fund manager investing millions of pounds is reduced as they can negotiate cheaper costs for their clients?
- A. This statement is correct
 - B. It is not correct
 - C. Only in the US
 - D. Only in Germany
- 4 Is a differed mortgage good for people who borrow a high proportion of the property price?
- A. Yes as long as you live in the UK and you are taxed here?
 - B. No
 - C. Only if a first time buyer
 - D. Sometimes
- 5 Historic pricing for Unit trusts was set at what time of day?
- A. Midday
 - B. 9am
 - C. 9pm
 - D. 3pm
- 6 National Insurance Contributions need to be paid to Claim Attendance Allowance?
- A. Yes
 - B. For 1 year only
 - C. For 6 months
 - D. No
- 7 How easy is it for me to move my Investment bond from one fund to another?
- A. Impossible
 - B. It has great tax implications
 - C. Hard but not really beneficial
 - D. Very easy, no charge normally

- 8 Residence or Domicile effect Income tax and capital gains tax 'CGT'?
- A. Both
 - B. Domicile
 - C. Neither
 - D. Residence
- 9 When would my undated gilt be redeemable?
- A. Never
 - B. 15 to 25 years
 - C. At the governments discretion
 - D. 1 – 5 years
- 10 Would it be possible for me to buy an annuity for my home income plan?
- A. No
 - B. After 5 years
 - C. Yes
 - D. No only with a SHIP
- 11 What is the maximum I can invest into an ISA?
- A. £7000
 - B. £4000
 - C. £10,000
 - D. £125,000
- 12 For a pension mortgage what is the Max you can use of the total fund for purchasing a house?
- A. 10%
 - B. 35%
 - C. 50%
 - D. 25%
- 13 Basic state pension is aimed at providing what approx percentage of average income at retirement level?
- A. 25%
 - B. 35%
 - C. 50%
 - D. 100%
- 14 Will my repayment get higher at the end with a low start mortgage?
- A. No
 - B. It will stay the same
 - C. Only with a flexible mortgage
 - D. Yes

- 15 If my Father is French and my mother is English what is my Domicile of Origin?
- A. It depends Where I was born
 - B. England
 - C. Both England and France
 - D. France
- 16 The client must be made aware of non-disclosure as this may mean?
- A. Not being able to buy the product
 - B. No cancellation period
 - C. Buying the wrong house?
 - D. None of the above
- 17 Are exit and entry fees allowed on a stakeholder pension?
- A. Yes
 - B. Only £50
 - C. 25% of the value Maximum
 - D. No
- 18 Arrange these in order in which they happen:-
- A. Law, Budget, Finance Bill, A New Act
 - B. Law, Finance Bill, A New Act, Budget
 - C. Budget, Finance Bill, Law, The New Act
 - D. Law, Finance Bill, Budget, A New Act?
- 19 What are the two forms of JSA?
- A. Contribution based or Survival based
 - B. Income based and Homeless
 - C. Contribution based or Income based
 - D. Contribution based and Benefit based
- 20 What is the rate of Stamp duty on Securities?
- A. 5%
 - B. 10%
 - C. 12%
 - D. 15%
- 21 Who manages the UK official reserves of gold and Foreign currencies on behalf of the treasury?
- A. FSA
 - B. Bank Of England
 - C. Bankers Guild
 - D. The Royal Mint

- 22 Term insurance is sometimes used in Business for_____ Man assurance
- A. Valued
 - B. Main
 - C. Key
 - D. Gold
- 23 What years were the building societies acts stated?
- A. 2000 and 2001
 - B. 1986 and 1997
 - C. 1960 and 2002
 - D. 1900 and 1903
- 24 Will my repayment get higher at the end with a low start mortgage?
- A. No
 - B. It is possible but not likely
 - C. It will stay the same
 - D. Yes
- 25 Which of these are able to take advantage of gearing?
- A. Investment Trust
 - B. Financial Advisor
 - C. Couple
 - D. A put Option
- 26 Are PMI benefits paid out tax-free?
- A. No
 - B. Only part of PMI is Tax Free
 - C. Yes
 - D. Up to £1000
- 27 Should I benefit from indemnity insurance?
- A. Only replacing the loss
 - B. Yes
 - C. It is not uncommon for the insurance company to allow this
 - D. Only in conjunction with full cover
- 28 What is a EU Directive? What is the normal time-scale?
- A. A Target with no time-scale but typically 2 years
 - B. A Target with a time-scale typically 5 years
 - C. A Target with a time-scale typically 2 years
 - D. A Target with a time-scale typically 10 years

- 29 Is the interest paid gross in an Investment account liable to tax?
- A. Yes
 - B. Only the first £100
 - C. No
 - D. Only £1500
- 30 Where could I buy my CTF?
- A. The stock Market
 - B. A Bank
 - C. Abroad
 - D. From a solicitor
- 31 What would a gilt with a Treasury 5% 2021 mean?
- A. I will receive a lump sum of '5% around 2021
 - B. £2021 at '5% equals my Payout
 - C. It has a coupon of 5% and redeemable in 2021
 - D. None of the above
- 32 Which of these is NOT a reimbursement of PMI: - ?
- A. Surgical and Medical fees
 - B. Private Car Costs
 - C. Consultations
 - D. Drugs
- 33 What is the ECB and which organisation would be the English Equivalent?
- A. European Community Bank – The Stock market
 - B. Euro Central Bank – FSA
 - C. Euro Commerce Bank – Bank Of England
 - D. Euro Central Bank - Bank Of England
- 34 What are the two main types of Insurance?
- A. General Insurance and Life Assurance
 - B. Long term and Short term
 - C. Comprehensive and TPFT
 - D. General Insurance and Whole of Life Assurance
- 35 When can the child receive the money from His/Her Child Trust Fund?
- A. 18th Birthday
 - B. 16th Birthday
 - C. 21st Birthday
 - D. 11th Birthday

- 36 What is the value of the shares that a script issue distributes?
- A. 1 for 2
 - B. They are free
 - C. They are only available to the public so very little
 - D. Twice the original value
- 37 The Role of the Corporate Director in an OEIC is to buy and NOT sell shares as required by investors?
- A. They can only buy
 - B. They can only sell
 - C. The statement is false
 - D. Corporate Directors only raise funds
- 38 Would I have to detail my CGT payable items in my normal tax return?
- A. Only every four years
 - B. Only if you received a gift less than eight years
 - C. No
 - D. Yes
- 39 Can I underpay my flexible mortgage then start payments again later?
- A. Yes
 - B. Only with a Hybrid
 - C. It is not possible
 - D. Only in the first year
- 40 If my personal loan was for home improvement would it be covered with the consumer Credit Act 1974?
- A. Up to '£25,000
 - B. Over '£25,000
 - C. No
 - D. Yes any amount
- 41 For financial planning would a premium bond be good for a 'School age young people' Financial life cycle client?
- A. Yes it would as well as a stake holder pension opened by a family member
 - B. No
 - C. School Age is not a Financial Life Cycle Client
 - D. Its better for Pensioners
- 42 With a cashback mortgage do I receive money straight away after arranging my mortgage?
- A. No
 - B. Yes
 - C. After 1 year after completion
 - D. It is held until the second mortgage payment

- 43 Which statement is correct?
- A. None of the statement are correct
 - B. The trustees of a Unit trust's duties are to hold and control the trusts finances?
 - C. The trustees of a Unit trust's duties are to hold and sell the trusts finances?
 - D. The trustees of an OEIC duties are to hold and control the trusts finances?
- 44 Are profits made from the sale of shares subject to tax?
- A. No
 - B. Up to £25,000
 - C. 10% Tax
 - D. Always
- 45 What is the maximum pension available with FSAVC of a member's final remuneration?
- A. 10%
 - B. 25%
 - C. 1/3 (One Third)
 - D. 2/3 (Two Thirds)
- 46 What is the taxable benefit for cars based upon?
- A. Petrol or Diesel
 - B. The cars Carbon Dioxide emissions rating
 - C. Retail price of the car
 - D. Retail price of the car + Diesel or Petrol + Carbon Dioxide Rating
- 47 Gaffers Bank has the status of a bank would that be Proprietary or Mutual?
- A. Neither
 - B. Mutual
 - C. Both
 - D. Propriety
- 48 The basic price for an OEIC share is :- The total value of the fund
_____ the number of shares?
- A. Divided
 - B. Multiplied
 - C. Minus
 - D. Plus

- 49 Which is the last of the four main methods of how indemnity is achieved: - cash, replacement, reinstatement and _____?
- A. Borrowing
 - B. Written off
 - C. Building
 - D. Repair
- 50 Both companies and individuals need intermediaries for covering risk because intermediaries:-?
- A. Can't cover the risk over many borrowers
 - B. Can cover the risk over many borrowers
 - C. Are tax free
 - D. The FSA Rules apply