

- 1 What does the income tax schedules E III denote?
 - A. Work in UK Taxed in UK
 - B. Taxed in UK reside abroad
 - C. Reside in UK work abroad money sent home
 - D. Reside and work abroad
- 2 A Unit trust manager must _____ units from unit holders?
 - A. Buy back
 - B. Delete
 - C. Increase
 - D. Manage
- 3 Which Income tax schedule covers Income from Securities outside the UK?
 - A. III
 - B. VI
 - C. II
 - D. IV
- 4 How can I receive a monthly income from my Investment bond?
 - A. Set up a monthly income account
 - B. Cash in some units every month
 - C. Ask for a S44 form
 - D. Get a monthly account
- 5 How many months must I have needed help and how many months in the future must I receive help to claim Divisibility Living Allowance?
 - A. After one month then two months
 - B. After one month then three months
 - C. 3 months and for a further 6 months
 - D. Once a year
- 6 Income bonds offer me a _____ income?
 - A. Monthly
 - B. Weekly
 - C. Yearly
 - D. Bi-weekly
- 7 Which authority regulates unit trusts?
 - A. Banking Code
 - B. UTA
 - C. FSA
 - D. The Government

- 8 Are the profits from a unit trust taxable at 20% or 40%?
- A. 20%
 - B. 40%
 - C. They are net of tax so only upper limit tax payers will have to pay tax on them
 - D. None of the Above
- 9 Collective investments are better than singular because the services of an _____ are used at a cost of many customers?
- A. Skilled investment manager
 - B. Financial Advisor
 - C. Banking portfolio
 - D. Market counterparty
- 10 With a CAT standard mortgage what is the maximum I can be charged for indemnity?
- A. Nothing no charges allowed
 - B. 5%
 - C. 10%
 - D. 15%
- 11 The trustees of a Unit trust duties are to _____ from the trusts assets?
- A. Collect and distribute income
 - B. Arrange loans
 - C. Broker commercial mortgages
 - D. Broker money loans
- 12 Will a CAT standard mortgage is _____ the best mortgage?
- A. Voted
 - B. Always
 - C. Maybe
 - D. Guaranteed
- 13 With a unit linked endowment choice of fund is _____?
- A. Not available
 - B. Never offered
 - C. Not the best for the customer
 - D. Available
- 14 If you were born before 6th April 1935 and you were married what additional tax relief would you be entitled to?
- A. A extra pension
 - B. Attendance Allowance
 - C. Working tax credits
 - D. Married couples allowance

- 15 Explain the difference between a EU Directive and a Regulation?
- A. Regulation is law. Directive is a sub rule
 - B. Regulation standard. Directive is law
 - C. Regulation is a target. Directive are rules
 - D. Regulation are rules. Directive is a target
- 16 Whole of life insurance is when you need a lump sum to be paid on _____?
- A. Death
 - B. Retirement
 - C. Illness
 - D. Birth
- 17 Is CGT payable within my unit trust?
- A. Yes
 - B. No only when the money is received from the unit trust
 - C. Yes at normal levels
 - D. Taper relief can reduce this within the fund
- 18 If I stop paying my term assurance for 6 months will I still be covered?
- A. My policy will stop
 - B. A break of a year is possible
 - C. A break of 6 months is possible
 - D. A break of 9 months is possible
- 19 The contract note received when I buy unit Trust units is needed for a return for which tax?
- A. CGT
 - B. IHT
 - C. Income Tax
 - D. Stamp Duty
- 20 If I am a Resident of France and I want an ISA how can I get one?
- A. No restrictions
 - B. Get a English passport
 - C. Become a resident of the UK
 - D. Buy any other financial product first
- 21 If the purchase of an annuity or investment backed LTC what is the tax rate for the tax?
- A. 20% and 10% higher rate tax
 - B. 20% and 20% higher rate tax
 - C. 20% and 30% higher rate tax

D. 22% and 30% higher rate tax

22 Warrants are similar to _____ Options?

- A. Put
- B. Call
- C. Future
- D. Share

23 PHI is available as an option on a _____?

- A. Mortgage
- B. OEIC
- C. Whole of life policy
- D. ISA

24 Choosing the wrong _____ means the customer could pay more for their mortgage?

- A. Financial Advisor
- B. Mortgage broker
- C. Mortgage lender
- D. Mortgage body

25 Preference shares rank In the payment Hierarchy after loan interest but ahead of _____ Share dividends?

- A. Rights issues
- B. Script issues
- C. Convertibles
- D. Ordinary share

26 Which of these is a tax chargeable item: -

- A. Electricity
- B. Food
- C. Children's clothes
- D. Domestic water supply.

27 If I make a loss on a disposal of an asset can I use this to right off against my profits?

- A. For the next tax year
- B. For the tax year two years ago
- C. Yes
- D. No

28 What is the Max percentage permitted for a 75 year old person to borrow on a Home income plan?

- A. 40%
- B. 50%
- C. 60%

D. 70%

- 29 What does PAYE mean?
- A. Pay As You Earn
 - B. Pay And Your Estate
 - C. Profits And Your Estimates
 - D. Pay and You Estimate
- 30 What are the three main levels of cover for a flexible whole of life policy ??????
- A. Maximum cover, Minimum cover and Full Cover
 - B. Maximum cover, Death cover and Balanced Cover
 - C. Maximum cover, Minimum cover and Balanced Cover
 - D. Maximum cover, Minimum cover and Negative Cover
- 31 If I am a higher rate taxpayer what is the rate I would pay in total on dividends from an OEIC?
- A. 5% has already been paid by the OEIC and then you would pay 32.5% more
 - B. 8% has already been paid by the OEIC and then you would pay 32.5% more
 - C. 9% has already been paid by the OEIC and then you would pay 32.5% more
 - D. 10% has already been paid by the OEIC and then you would pay 32.5% more
- 32 If I paid higher rate tax what would be the additional level above the normal level of tax I would pay for my bank account?
- A. 18% base then 20% over
 - B. 19% base then 20% over
 - C. 20% base then 20% over
 - D. 21% base then 20% over
- 33 If a house is received as a gift, and the original owner dies within _____ of the gift inheritance tax is payable?
- A. 8 years
 - B. 9 years
 - C. 10 years
 - D. 11 years
- 34 If I am a higher rate taxpayer what do I pay on my ISA with regards to tax?
- A. Nothing
 - B. 10%
 - C. 15%
 - D. 20%

- 35 If I wanted to sell some of my unit trust units which form would I sign the back of and send back . Then afterwards I would receive a new one with the new holding?
- A. Sales Form
 - B. Unit certificate
 - C. Unit release
 - D. Unit exchange
- 36 Premiums for a whole of life policy may be Payable throughout life or Limited to a _____ Term?
- A. Short
 - B. Restricted
 - C. Fixed
 - D. Long
- 37 How much can non-taxpayers claim the tax back from a dividend?
- A. All of the tax paid
 - B. Nothing
 - C. 10%
 - D. 20%
- 38 If I cash in a children's bonus bond before due date what extra shall I pay?
- A. Exit charges
 - B. Tax
 - C. Stamp Duty
 - D. Share dealing costs
- 39 A Unit trust manager must fix the price _____?
- A. For buyers
 - B. For customers
 - C. Of the Fund
 - D. Of the units
- 40 Term assurance is the most expensive, averagely expensive or cheapest life assurance?
- A. Most expensive
 - B. Averagely
 - C. Cheapest
 - D. Depends on cover
- 41 OEIC's are regulated by _____?
- A. Government and central bank
 - B. FSA
 - C. European Union
 - D. Bank of England

- 42 With a CAT standard mortgage can I decide _____?
- A. What day of the month I pay my mortgage
 - B. The charges
 - C. The type of insurance product
 - D. The repayment vehicle
- 43 Commercial Personal loss will cover my _____?
- A. Death
 - B. Death, injury
 - C. Death, injury and sickness
 - D. None of the Above
- 44 Do I pay CGT on Government Stocks?
- A. Yes
 - B. Yes at normal tax bracket
 - C. Up to '20%
 - D. No
- 45 With the permitted limits are stakeholder pensions tax-free?
- A. Yes
 - B. No
 - C. There are no limits
 - D. Stakeholder pensions have been discontinued
- 46 Do I pay tax on income from land and property?
- A. Just Land
 - B. Just property
 - C. Both
 - D. Neither
- 47 Credit cards are a form of _____ credit?
- A. Long term
 - B. Revolving
 - C. Short term
 - D. Full
- 48 When was the Euro introduced?
- A. 1989
 - B. 1999
 - C. 2002
 - D. 2004

49 Investments in OEIC's and Investment trusts can be paid in_____?

- A. Monthly or a lump sum
- B. Monthly
- C. A lump sum
- D. Quarterly

50 If I receive a house as a gift from a relative and they die within FOUR years of the gift am I liable for inheritance tax, if so how much?

- A. 40%
- B. 60%
- C. 80%
- D. 100%