

- 1 The trustees of Unit trust duties are to_____?
 - A. Produce advertising
 - B. Approve adverts.
 - C. Advise on advertising
 - D. Remove unregistered advertising
- 2 Is a Child trust Fund Tax Free?
 - A. No
 - B. Yes
 - C. Until 16 years old
 - D. Until 17 years old
- 3 Do you pay tax on National Savings Certificates?
 - A. Yes
 - B. No
 - C. If you are over 18
 - D. Not if your a pensioner
- 4 What is a testator with regards to a will?
 - A. Person who wrote the will for someone else
 - B. The person whose will it is
 - C. The solicitor of the will
 - D. A beneficiary of the will
- 5 A unit trust is _____?
 - A. Short
 - B. Medium
 - C. Open Ended
 - D. Closed
- 6 Fund managers are Exempt from CGT?
 - A. They must pay above their normal rate
 - B. They must pay at their normal rate
 - C. No
 - D. Yes they are
- 7 Between which two dates is income tax determined?
 - A. 1st January to the 31st December
 - B. 6th April to the 5th April next year
 - C. May 15th to May 14th
 - D. 1st April to the 31st March

- 8 In what period must the asset be purchased after the initial asset is disposed of to qualify for Roll over relief?
- A. One year afterwards
 - B. Three years afterwards
 - C. One Year before and three years afterwards
 - D. Two years afterwards
- 9 If I don't make enough money to pay tax can it be carried forward to the next year?
- A. No
 - B. Yes two years if necessary
 - C. If you are a higher tax earner
 - D. Yes
- 10 If I want to cash my premium bond how long will it take?
- A. Instant
 - B. 3 days
 - C. 8 working days
 - D. 1 month
- 11 To receive Critical Illness Cover you _____ ?
- A. Get paid by you employer
 - B. Have to be terminally ill
 - C. Don't have to be terminally ill
 - D. Must be under 75
- 12 Can a non-taxpayer reclaim the tax of a dividend on an OEIC?
- A. Up to 10%
 - B. Yes
 - C. No
 - D. There are no dividend with an OEIC
- 13 I want a guaranteed income why should I not put my money into a unit trust?
- A. It only pays out every year
 - B. The capital is not guaranteed
 - C. Tax implications
 - D. Inflation
- 14 Unit trusts, Investment trusts, investment bonds and open-ended investments are all types of _____ investment?
- A. Mortgages
 - B. Collective
 - C. Pension
 - D. Futures

- 15 If I wanted to find out what rights I had on my Ordinary shares where would I go?
- A. The Bank I purchased them from
 - B. The stock market
 - C. A company's Article of Association at companies house
 - D. Financial Advisor
- 16 What is the association that safeguards borrowers for Home income plans?
- A. SHIP
 - B. CIC
 - C. PMI
 - D. TTI
- 17 Which two ways does taxation effect the economy?
- A. Higher loans and high unemployed
 - B. Lower loans and low unemployment
 - C. It does not effect the economy
 - D. Reduces the amount of money available and less attractive to investors
- 18 What is another name for short date gilts?
- A. OEIC
 - B. Shorts
 - C. ISA
 - D. TESSA
- 19 Premiums for a whole of life policy may be payable throughout what longest period?
- A. Life
 - B. 60 years
 - C. 40 years
 - D. 35 years
- 20 Above a flexible whole of life policy what is the name given to the most flexible Whole of life policy?
- A. Maximum
 - B. Ultimate
 - C. Universal
 - D. Hybrid
- 21 Why are Gilts one of the safest investments?
- A. They very low maintenance
 - B. They are high interest
 - C. They are government backed
 - D. They are tax free

- 22 With regards to tax what is your country of Domicile?
- A. Country your born
 - B. Where you see as your home
 - C. Where you work
 - D. Where you live
- 23 When presenting a recommendation to a client you must always involve the features and _____ of the products?
- A. Downside
 - B. Pitfalls
 - C. Negatives
 - D. Benefits
- 24 What is usually the cost of the option to convert a convertible term assurance policy so no other health checks are needed?
- A. 10%
 - B. 20%
 - C. 30%
 - D. 40%
- 25 If I bought a service or product what would adversely affect the value of my purchase over time?
- A. Tax
 - B. Inflation
 - C. The economy
 - D. Macro economy
- 26 Is an investment trust is _____?
- A. Tax free
 - B. Free
 - C. Closed ended
 - D. Open ended
- 27 Do I have to live in the UK to get a Child Trust Fund?
- A. In the European Union
 - B. Yes
 - C. No Excluding the United States
 - D. You have to have lived here for more than 182 days
- 28 If my turnover of my company is less than £60,000 can I still be VAT registered?
- A. If the company is a limited company
 - B. If the company is a partnership
 - C. No
 - D. Yes

- 29 If I had a shareholding in a company would I be liable for their debts?
- A. If the company is a limited company
 - B. If the company is a PLC
 - C. If the company is a Charity
 - D. If the company is a partnership
- 30 On leaving an employer what form should you receive?
- A. UB40
 - B. P55
 - C. P45
 - D. E III
- 31 Cat Standard ISA's must pay interest no lower than _____% lower than the base rate.?
- A. 0.5%
 - B. 1%
 - C. 2%
 - D. 3%
- 32 General insurance property loss covers _____?
- A. Car theft
 - B. Jewelry
 - C. Personal Injury
 - D. Pecuniary loss
- 33 What is the tax on dividends?
- A. 10%
 - B. 20%
 - C. 30%
 - D. 40%
- 34 Damage to my goods whilst moving in would be covered on my insurance for _____?
- A. Contents
 - B. All risks
 - C. Third Party
 - D. Excess
- 35 How old must I be to be a carer and receive the allowance?
- A. 16
 - B. 18
 - C. 21
 - D. 25

- 36 How many years can I live in the UK before it is classed as my Domicile home?
- A. 14 out of 20 years
 - B. 15 out of 20 years
 - C. 16 out of 20 years
 - D. 17 out of 20 years
- 37 What is the most money you can receive tax free upon retirement?
- A. £30,000
 - B. £40,000
 - C. £50,000
 - D. £60,000
- 38 I can borrow back overpayment's with my _____ mortgage?
- A. Interest only
 - B. Capital
 - C. Flexible
 - D. Hybrid
- 39 Cat Standards ISA must have a minimum transaction size no greater than £_____?
- A. £1
 - B. £5
 - C. £10
 - D. £20
- 40 Which is more riskier investment Unit linked or With profits Endowment?
- A. They are the same
 - B. Unit Linked Endowment
 - C. With Profits Endowment
 - D. Both are safe investments
- 41 Fiscal Policy involves manipulating the _____ of the public sector?
- A. Unemployed
 - B. Civil Servants
 - C. Financial Advisors
 - D. Finances
- 42 Is an interest only mortgage _____ to pay off the mortgage?
- A. Not guaranteed
 - B. Guaranteed
 - C. Targeted
 - D. Continues

- 43 Commercial loans _____ be secured on business property?
- A. Can't
 - B. Can
 - C. Sometimes can
 - D. Are discounted to
- 44 Name the four stages of Calculating the personal liability to income tax?
- A. Total income, Deductions, Deduct personal allowance, Apply tax rates
 - B. Total income, Bonuses, Deduct personal allowance, Apply tax rates
 - C. Total income, Deductions, Deduct personal tax code, Apply tax rates
 - D. Total income, National Insurance, Deduct personal allowance, Apply tax rates
- 45 When would you use the lender of the last resort?
- A. Everyday for LIBOR
 - B. When the country is short of liquidity i.e. Bank of England
 - C. For company loans
 - D. For commercial mortgages
- 46 Who distributes the estate of someone who has died?
- A. Solicitor
 - B. Trustee
 - C. Intestate
 - D. Personal representatives
- 47 What are the choice of terms in years for Fixed rate Bonds?
- A. One and Ten years
 - B. One Three and Five years
 - C. Five and Ten years
 - D. Ten and Fifty years
- 48 Name the revolving credit products?
- A. Flexible mortgage
 - B. ISA
 - C. Unit trust
 - D. Credit Card, certain types of loans
- 49 Why do Intermediates use aggregation to balance out borrowers?
- A. Tax purposes
 - B. To protect against bad loss
 - C. Time periods
 - D. To pull together lots of small deposits for larger loans

50 Which are considerations when pricing PHI cover?

- A. Age, state of health, Sex, length of deferred period
- B. Age, state of health, Sex, Lifestyle
- C. Age, state of health, Sex, Profession
- D. Age, state of health, Profession