

- 1 Explain double taxation?
 - A. CGT and Income Tax
 - B. So an individual is not taxed twice on the same earnings
 - C. Higher rate tax
 - D. IHT

- 2 With an Interest bearing current account will I lose interest if I take my money out straight away?
 - A. 90 day only
 - B. Yes
 - C. No
 - D. Part of the interest

- 3 What are the gross rents for a buy to let property are typically ____% of the monthly mortgage payment?
 - A. 50%
 - B. 100%
 - C. 150%
 - D. 200%

- 4 Who used to be responsible for managing the issues of new Gilt-edged Securities?
 - A. The treasury
 - B. Debt management Office
 - C. The Bank of England
 - D. FSA

- 5 What replaced SERPS in 2002?
 - A. SERPS 2
 - B. Stakeholder
 - C. SP2
 - D. Pension Credits

- 6 Convertible shares mean that I can convert into what?
 - A. Preference
 - B. PUTs
 - C. CALLs
 - D. Ordinary shares

- 7 How many years are the pension bonds guaranteed for?
 - A. 1, 2 and 5 years
 - B. 3,4 and 5 years
 - C. 5, 10 and 25 years
 - D. 1, 5, 25 years

- 8 If I am a tenant in common and the other owner dies the property automatically_____?
- A. Transfers to me
 - B. Goes to the government
 - C. Goes to the family of the other joint tenant?
 - D. Gets sold at auction
- 9 Many European countries have long-term interest rates for Mortgages, what happens if the rate falls when you have a fixed rate mortgage?
- A. You are getting the cheapest payment
 - B. You are paying more than you could with an interest only mortgage
 - C. The prices are the same
 - D. You will be charged a further fee
- 10 Name two Product Sales Intermediaries?
- A. Banks and Building societies
 - B. The stock market and futures
 - C. Financial Advisor's and Mortgage Broker
 - D. ISA providers and Pension providers
- 11 What form do you receive from your employer each April to show tax deductions and National insurance contributions?
- A. P45
 - B. P60
 - C. T31
 - D. R85
- 12 If your employer provides petrol for you do you have to pay _____ on it?
- A. Employers National Insurance
 - B. IHT
 - C. Income tax
 - D. CGT and Income Tax
- 13 What is the difference between debentures and Loans Stock?
- A. They are the pretty much the same
 - B. The legal stand point
 - C. Prices
 - D. Timescale
- 14 Is income support tax-free?
- A. Yes
 - B. No
 - C. Up to '£4545
 - D. Up to '£5545

- 15 Are certain Social Security Benefits taxable?
- A. Only for higher tax earners
 - B. All are taxable
 - C. Yes
 - D. Never
- 16 Is fixed rate something first time buyers might be interested in?
- A. No
 - B. Flexible more so
 - C. Sub prime would benefit more
 - D. Maybe
- 17 _____, a budget surplus and a budget deficit are all effect of the economy regards the public sector?
- A. A Balanced budget
 - B. High inflation
 - C. Low inflation
 - D. A budget high
- 18 Which of these are able to take advantage of Borrowing?
- A. Investment trust
 - B. Unit Trust
 - C. OEIC
 - D. ISA
- 19 What is another name for fiscal policy?
- A. Macro Economy
 - B. Budgetary Policy
 - C. Micro Economy
 - D. Steadfast policy
- 20 What are the two types of European legislation?
- A. National and Union
 - B. Long term and short term
 - C. Rules and Regulations
 - D. Directives and Regulations
- 21 Can you pass on gains for CGT Hold over relief?
- A. Never
 - B. Both partly and Wholly
 - C. Partly
 - D. Wholly

- 22 What is the typical length in year that a European directive has to be completed?
- A. 1 year
 - B. 2 years
 - C. 3 years
 - D. 4 years
- 23 Cat Standard ISA's must increase rates within how many months of a change in the base rate?
- A. Three months
 - B. Two months
 - C. One month
 - D. Half Month
- 24 A Unit trust manager must _____ of the fund?
- A. Not value the assets
 - B. Estimate the value
 - C. Value the assets
 - D. Not disclose
- 25 Name three Regulatory organisations that affect the UK Regulation?
- A. Bank Of England, Building Society Commission, MPC
 - B. Bank Of England, Building Society Commission, Post Office
 - C. Bank Of England, Banking Commission, FSA
 - D. Bank Of England, Building Society Commission, FSA
- 26 Debentures are normally secured on which part of the companies assets?
- A. Loans
 - B. Shares
 - C. Cash
 - D. Property
- 27 How old must I be to receive attendance allowance?
- A. 60 years old
 - B. Under 65 years old
 - C. Over 70 years old
 - D. Under 75 years old
- 28 Once a bonus has been allocated to a reversionary bonus can it be changed?
- A. Yes
 - B. It must pay at least half the bonus
 - C. Only if profits are too small
 - D. No

- 29 How many classes of PHI classification are there?
- A. 1
 - B. 2
 - C. 3
 - D. 4
- 30 What is the earliest I can retire on my personal pension?
- A. 55 Years Old, 65 after 2010
 - B. 65 Years Old, 55 after 2010
 - C. 45 Years Old, 55 after 2010
 - D. 50 Years Old, 55 after 2010
- 31 If I bought £2000 worth of futures does that mean I have an _____ to buy or to sell the stock in the future?
- A. Possibility
 - B. Obligation
 - C. Small chance
 - D. Right
- 32 If I won the lottery in France would I have to pay tax in the UK?
- A. At the French tax level
 - B. Double taxation would come into affect
 - C. No
 - D. Yes
- 33 The Unit trust manager will always have to _____ my units?
- A. Sell
 - B. Cancel
 - C. Buy back
 - D. Certify
- 34 What are the three different types of motor insurance?
- A. Third party, Standard, Comprehensive
 - B. Basic, Third party fire and theft, Comprehensive
 - C. Third party, Third party fire and theft, Maximum
 - D. Third party, Third party fire and theft, Comprehensive
- 35 How much can I withdraw of my original Investment Bond tax-free ever year?
- A. 2%
 - B. 3%
 - C. 4%
 - D. 5%

- 36 Which one of these is not tax-free?
- A. ISA
 - B. PEP
 - C. State pensions
 - D. Education Grant
- 37 When I buy Units Trust Units I receive two pieces of paperwork the Contract note and the _____?
- A. Bond reference
 - B. Contract receipt
 - C. Contract reference
 - D. Unit certificate
- 38 Where are PIBS bought and Sold?
- A. Retailer
 - B. The stock market
 - C. Bank
 - D. FSA
- 39 If I want to start a company as a LLP where would I get it registered?
- A. The Post Office
 - B. FSA
 - C. Companies House
 - D. Companies Head Quarters
- 40 What date was the Banking Act?
- A. 1981
 - B. 1987
 - C. 1999
 - D. 2001
- 41 What is the tax rate on Child benefit?
- A. 3%
 - B. 10%
 - C. 0%
 - D. 5%
- 42 When recommending a financial solution for a potential customer _____ must be taken into consideration?
- A. Size of property
 - B. Taxation
 - C. Health
 - D. Location

- 43 How often are LIBOR rates fixed?
- A. Every minute
 - B. Hourly
 - C. Daily
 - D. Weekly
- 44 Is my pension mortgage liable to CGT?
- A. Yes
 - B. 25% of the fund
 - C. No
 - D. 75% of the fund
- 45 The Bank of England Monetary Policy manipulates what to effect inflation?
- A. The interest rate
 - B. The economy
 - C. Tax
 - D. Borrowing
- 46 Can I have a policy that has Renewable, increasable and convertible term assurances?
- A. Only Renewable and increasable
 - B. Only Increasable and convertible
 - C. Yes All are fine
 - D. None of the above
- 47 If a low cost endowment borrower dies before the end of the policy what is included to help?
- A. PHI
 - B. SHIP
 - C. Decreasing term assurance
 - D. Increasing Term assurance
- 48 Investment bonds are set up as a Single-premium unit linked whole of _____ Policy?
- A. Risk
 - B. Term
 - C. Life
 - D. Pension
- 49 What is domicile of origin?
- A. The domicile of Father or Mother if not married
 - B. The domicile of Mother or Father if not married
 - C. The domicile of Grandparents or Mother if not married
 - D. The domicile of Extended Family or Mother if not married

50 Are Save as you earn schemes taxable from CGT?

- A. No
- B. Yes
- C. Normal tax rate apply
- D. From IHT only