

1 If I was a resident in the UK but I work Abroad what tax code would I have?

- A. E II
- B. P II
- C. R II
- D. E III

2 Insurance is a form of ?

- A. OEIC
- B. Dis intermediation
- C. Macro Economy product
- D. Intermediation

3 What are the three main categories that 'investment in Property' falls into?

- A. Home buyer, Farm subject and Foreign property
- B. Residential, Business and Second home
- C. Residential, agricultural and Commercial Industry
- D. Trust, Range and RIC

4 Which year was the ISA Launched?

- A. 1987
- B. 1990
- C. 1997
- D. 2000

5 Name the three main types of derivative?

- A. Options, 'Futures and Warrants
- B. Options, Bids and Offers
- C. Options, 'Fixed and Warrants
- D. Options, Shares and Warrants

6 To replace the lost income after the impact of sickness?

- A. Would be protection
- B. Would not be enough protection
- C. Would be a SHIP
- D. Would be a Whole of Life policy

7 Must I have insurance if I drive a vehicle?

- A. At least fully comprehensive
- B. Not after 2007
- C. At least Third party and theft
- D. At least Third party

- 8 What is another name for Ordinary shares?
- A. Futures
 - B. Derivatives
 - C. AIM
 - D. Equities
- 9 Equities have grown _____ inflation?
- A. Equal to
 - B. Slower than
 - C. Slightly behind
 - D. Faster than
- 10 A Stakeholder CTF invests in a range of company shares what happens to the risk of the shares at 13 years Old?
- A. It increases to build a bigger portfolio
 - B. It is maximized
 - C. The risk is increased due to return
 - D. It is reduced and placed into less riskier investments
- 11 What type of assurance is a Family Income Benefit?
- A. Increasing term assurance
 - B. Increasing term assurance and decreasing term assurance
 - C. Decreasing term assurance
 - D. Whole of life
- 12 Do all mortgages have to be CAT standard?
- A. Yes
 - B. Flexible and Hybrid are CAT
 - C. They have to be stakeholder yes
 - D. No
- 13 What are the income tax bands in the UK?
- A. A E P I, II, III
 - B. 10% up to 2090, 22% up to 32400 40% over
 - C. 22% up to 32400 40% over
 - D. 10% up to 2090, over 32400 40%
- 14 When a business partner dies and the 'buy and sell method' is used what happens to their share?
- A. The partners receive the shares
 - B. The family who hold the deceased shareholdings are obliged to sell to the other share holders
 - C. The spouse receives the shares
 - D. They sell the shares on the open market for the best price

15 Who now regulates the Pensions in the UK?

- A. FSA
- B. Pensions Authority
- C. Pension Council
- D. The government

16 What does LIBOR represent?

- A. London Inter Bank Offered Rate
- B. Leading Inter Bank Offered Rate
- C. London Inter Bank Office Reductions
- D. London Institute of Bank Orientated Refunds

17 If I receive a grant from my company for passing a test do I have to pay tax on it?

- A. Always
- B. Up to '£5000
- C. In certain circumstances Yes
- D. No

18 Is there any surrender value for my term assurance?

- A. Yes
- B. 10%
- C. No
- D. 25%

19 When recommending a financial solution for a potential customer existing arrangements must be taken into consideration?

- A. The advisor should NOT judge before selecting a product
- B. Gathering small amounts of information after selecting a product
- C. Yes
- D. Only if you have a form of repayment vehicle

20 For companies is PHI tax-free?

- A. Yes
- B. No
- C. 50% tax free
- D. 80% tax free

21 If I am claiming Income support can I receive Child Tax Credit?

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

- 22 What does Ex-dividend mean?
- A. Extra Half yearly dividend
 - B. Minus the dividend from the share price
 - C. The owner will receive a dividend
 - D. The owner will not receive a dividend
- 23 What does the Income tax schedule 'D III' mean?
- A. Unemployed
 - B. No Tax payable
 - C. Higher Tax earners
 - D. The source of income was from Interest, annual payments and annuities
- 24 Modifications to a will are called a _____ document?
- A. Codicil
 - B. Mondart
 - C. Francil
 - D. Contruitive
- 25 Which market serves to recycle surplus money from banks?
- A. The Stock Market
 - B. Money Markets
 - C. London Inter Bank Offered Rate
 - D. ISA's
- 26 What are the two main types of Savings Certificates?
- A. Interest and Loans
 - B. Bonds and Shares
 - C. Fixed interest and Index linked
 - D. Fixed and Unit
- 27 If I receive a £5000 tax rebate and I earn over 40k do I have to pay tax on the rebate for that year?
- A. Yes
 - B. If you are over the higher tax bracket
 - C. If it is in that year
 - D. No
- 28 How many levels of Regulation are there for the financial services industry in the UK?
- A. 4 levels
 - B. 5 levels
 - C. 6 levels
 - D. 7 levels

29 An ISA can include ?

- A. Shares and Corporate bonds issued abroad, Child Trust Funds, Investment Trusts, Child Trust Funds
- B. Shares and Corporate bonds issued abroad, Gilts, OEIC's, Investment Trusts
- C. Child Trust Funds, Gilts, OEIC's, Investment Trusts, Child Trust Funds
- D. Shares and Corporate bonds issued abroad, Child Trust Funds, Gilts, Child Trust Funds

30 Where could I buy National Savings and Investment products?

- A. A bank
- B. Post Office
- C. A building society
- D. The Government

31 Does the mortgagee demand that the property is maintained in good condition and insurance?

- A. Yes both
- B. Only insurance
- C. Only maintained
- D. It does not specify any

32 What is the term to describe the mixing of the Financial Institutions into each other's financial businesses?

- A. Crossover
- B. Bancassurance
- C. Filtering
- D. New Field

33 The premium fees for PMI depends on a which factor(s)?

- A. Location, Type of hospital, and Standard of accommodation
- B. Location and Type of hospital
- C. Location
- D. Type of hospital

34 When a business partner dies and a cross-option method is used what happens to their share?

- A. The share goes to the other directors
- B. The share goes to their family
- C. The deceased relatives have the option to sell the share to the other shareholders
- D. It is lost

- 35 How long is the term for Children's bonus bonds?
- A. 1 year
 - B. 3 years
 - C. 5 years
 - D. 10 years
- 36 Can the Blind Persons Allowance be transferred to their spouse?
- A. No
 - B. Only if they are also blind
 - C. Only if they are living with them
 - D. Yes
- 37 Even though I get the sum at the end of my Capital bond do I have to pay tax every year on the interest?
- A. No
 - B. Yes
 - C. It is exempt if held over 5 years
 - D. It is exempt if held over 10 years
- 38 Would an Insurance broker be a retailer or wholesaler of products?
- A. Retailer
 - B. Wholesaler
 - C. Both
 - D. Neither
- 39 What is the maximum I can invest into a Child Trust Fund every year?
- A. £1200
 - B. £1400
 - C. £1500
 - D. £1600
- 40 Members own building societies whereas banks are owned by?
- A. Euro Banks
 - B. Members also
 - C. Shareholders
 - D. The stock market
- 41 The unit price of a unit trust has relation to the _____ of the fund?
- A. Tax
 - B. Value
 - C. Complexity
 - D. Diversity

- 42 Which group meet to decide the bank rate and how often do they meet?
- A. MPC Monetary Policy Committee twice a month
 - B. MPC Monetary Policy Committee once a month
 - C. The Bank of England once a month
 - D. The Bank of England twice a month
- 43 If I had the tax code T on my P60 what would be the two states my tax would be in?
- A. Under review or not able to be entered in to any of the other codes
 - B. Travel
 - C. Turkish Citizen
 - D. Unemployed
- 44 If I wanted a long-term policy which should I pick ASU or PHI?
- A. Both
 - B. Neither
 - C. ASU
 - D. PHI
- 45 CAT Standard Equity ISA's must have fund charges not more than _____% of net asset value per year?
- A. 0.5%
 - B. 0.75%
 - C. 1%
 - D. 2%
- 46 If I was employed which national Insurance code would I have?
- A. 1
 - B. 2
 - C. 3
 - D. 4
- 47 What does the Tax code 'E I' stand for?
- A. European and Works in UK
 - B. Resident and works abroad
 - C. Resident and works in the UK
 - D. None of the above
- 48 What are the two reasons buy to let mortgages were historically not easy to get?
- A. Higher rate and high risk
 - B. Seen as commercial and high risk
 - C. Seen as commercial and rental income excluded from income
 - D. Higher rate and rental income excluded from income

- 49 The Role of the Corporate Director in ____ is to make sure the share price reflects the value of the investments.
- A. Trust funds
 - B. ISA
 - C. Pension
 - D. OEIC
- 50 If I was self-employed and I earned over £4345 what national insurance code would be in addition to the one I already had?
- A. 1
 - B. 2
 - C. 4
 - D. 3