

- 1 Which of these is a tax chargeable item: -
  - A. Electricity
  - B. Food
  - C. Children's clothes
  - D. Domestic water supply.
  
- 2 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
  
- 3 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%
  
- 4 What does PAYE mean?
  - A. Pay As You Earn
  - B. Pay And Your Estate
  - C. Profits And Your Estimates
  - D. Pay and You Estimate
  
- 5 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
  
- 6 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
  
- 7 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

- 8 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
- 9 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%
- 10 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
- 11 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
- 12 How much can non-taxpayers claim the tax back from a dividend?
- A. All of the tax paid
  - B. Nothing
  - C. 10%
  - D. 20%
- 13 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
- 14 A Unit trust manager must fix the price \_\_\_\_\_?
- A. For buyers
  - B. For customers
  - C. Of the Fund

D. Of the units

15 Term assurance is the most expensive, averagely expensive or cheapest life assurance?

- A. Most expensive
- B. Averagely
- C. Cheapest
- D. Depends on cover

16 OEIC's are regulated by \_\_\_\_\_?

- A. Government and central bank
- B. FSA
- C. European Union
- D. Bank of England

17 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

18 Commercial Personal loss will cover my \_\_\_\_\_?

- A. Death
- B. Death, injury
- C. Death, injury and sickness
- D. None of the Above

19 Do I pay CGT on Government Stocks?

- A. Yes
- B. Yes at normal tax bracket
- C. Up to '20%
- D. No

20 With the permitted limits are stakeholder pensions tax-free?

- A. Yes
- B. No
- C. There are no limits
- D. Stakeholder pensions have been discontinued

21 Do I pay tax on income from land and property?

- A. Just Land
- B. Just property
- C. Both
- D. Neither

- 22 Credit cards are a form of \_\_\_\_\_ credit?
- A. Long term
  - B. Revolving
  - C. Short term
  - D. Full
- 23 When was the Euro introduced?
- A. 1989
  - B. 1999
  - C. 2002
  - D. 2004
- 24 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
- 25 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%
- 26 If I am self employed which benefit would I receive if I were pregnant?
- A. Maternity Allowance
  - B. Mother Income
  - C. Child benefit
  - D. Statutory Maternity Pay
- 27 A house purchase loan is also known as a \_\_\_\_\_?
- A. Mortgage
  - B. Flexible House Loan ( FHL)
  - C. Bridging Loan
  - D. CTI
- 28 Knowing your customer when gathering information means you have to look at their \_\_\_\_\_?
- A. History
  - B. Future needs
  - C. Tax implications
  - D. Bank account

- 29 The benefits for Long Term Care Insurance are \_\_\_\_\_ for an individual?
- A. 30 hours
  - B. 16 hours, 30 hours if over 25
  - C. 5 hours
  - D. Tax free
- 30 How often do the MPC meet?
- A. Once a month
  - B. Once a quarter
  - C. Once every six months
  - D. Once a year
- 31 At what level in pounds would I be charged tax on company benefits?
- A. £8500 including benefits and wages
  - B. £5500 including benefits and wages
  - C. £3500 including benefits and wages
  - D. £2500 including benefits and wages
- 32 What is the minimum age for making a will?
- A. 18 years old
  - B. 16 years old
  - C. 15 years old
  - D. 11 years old
- 33 Would insurance companies and Unit trust managers be more retail or wholesale oriented?
- A. Both
  - B. Retail
  - C. Wholesale
  - D. Neither
- 34 Which Income tax schedule would I have if I had income from my land?
- A. Z
  - B. T
  - C. E
  - D. A
- 35 A unit trust may offer accumulation units which puts any growth\_\_\_\_\_?
- A. Into the customers account
  - B. Out into an income account
  - C. And reinvests back into the fund
  - D. And reinvests back into a new fund

- 36 If I arrange a 'second mortgage' on my house what happens to the first one?
- A. It gets paid off
  - B. It becomes part of the second
  - C. It is cancelled
  - D. I still keep the first mortgage
- 37 A Non-profit Endowment has a \_\_\_\_\_ payable on maturity?
- A. Variable sum
  - B. Reduced
  - C. Unsecured
  - D. Fixed sum
- 38 Fixed rate Bonds are paid less tax of \_\_\_\_\_?
- A. 5%
  - B. 10%
  - C. 15%
  - D. 20%
- 39 What is a shareholder?
- A. Financial institution that retains shares
  - B. Owner of shares
  - C. A Director of a company
  - D. A CEO
- 40 How would you make a new country a domicile of choice?
- A. Get a passport of that country
  - B. Spend 90 days or more in the country
  - C. Open a Bank account in that country
  - D. Put roots down in that country
- 41 What was the Carer's allowance formally known as?
- A. Disability Allowance
  - B. Invalid Care Allowance
  - C. Carers Credits
  - D. Help Support
- 42 Which of these is the incorrect statement:- To be acceptable as medium of exchange money must be\_\_\_\_\_?
- A. Insufficient in quantity
  - B. Generally acceptable to all parties
  - C. Divisible into small amounts?
  - D. Sufficient in Quality

- 43 Is the tax ratio for Investment trusts is \_\_\_\_\_ as a Unit Trust?
- A. Different by '10%
  - B. The same
  - C. Different by 5%
  - D. Different by 1%
- 44 If I get a dividend how can I avoid to pay tax on it?
- A. Tax relief
  - B. Surrender the share
  - C. Buy another share will the dividend
  - D. You must pay tax
- 45 The pitfalls in the risk of buy to let renting is\_\_\_\_\_?
- A. Finding mortgage product to suit
  - B. Finding suitable tenants
  - C. Paying the larger mortgage
  - D. Insurance
- 46 What does the tax code P represent?
- A. Pension credit
  - B. Personal tax code with the full allowance aged 65-74
  - C. Private tax code
  - D. Fully employed
- 47 Which of these can borrow money to grow their business?
- A. Investment Trust
  - B. OEIC
  - C. Unit trust
  - D. All can borrow
- 48 The Channel Islands, Luxembourg and the Cayman islands are classed as what ?
- A. Trust fund Actuaries
  - B. ISA developers
  - C. Tax Havens
  - D. European Entrants
- 49 In the financial life cycle, for teenagers and students what would be a major reason for them to borrow money?
- A. Mortgage
  - B. College fees
  - C. Loans
  - D. Car Insurance

50 Do I pay CGT or IHT if my wife or I die?

- A. Just CGT
- B. Just IHT
- C. Both
- D. Neither