Click here to begin
Final Exam Review

Once you work through the questions, you will have a good ideas of what will be on the final next week.

Click here if you are too smart and don’t need to review

Click here to begin the review
Final Exam Review

Answer the questions by picking the most correct answer and clicking on the correct button.

Let’s begin
Wrong Answer

Click here to try the question again!
QUESTION #1

When you get into a wreck, what part of your auto insurance covers injury to someone in the other car?

- Personal Injury Protection
- Bodily Injury Liability
- Comprehensive
- Collision
CORRECT!!

Click here to go to the next question
QUESTION #2

What is a bond?

A loan from one company to another

Partial ownership in a company

Debt a company sells to raise money
CORRECT!!

Click here to go to the next question
When looking for the best mortgage rate, you should?

- Take the first offer you get
- Shop around for different quotes
- Let someone else tell you the best deal
CORRECT!!

Click here to go to the next question
QUESTION #4

When planning a vacation, who should help decide on where to go?

- The whole family
- Just the parents
- No one, just go where ever the car takes you
CORRECT!!

Click here to go to the next question
QUESTION #5

Which of the following is NOT a reason to get pre-approval for a mortgage?

- It really isn’t that important when buying a house
- So you know exactly how much house you can afford
- So you can negotiate a better price
CORRECT!!

Click here to go to the next question
How would Dave Ramsey tell you to buy a car?

- Take the biggest loan possible
- As long as you can make the monthly payment, you’re okay
- Pay cash for a cheap car, invest the monthly payment, and pay cash every three years for a newer car
CORRECT!!

Click here to go to the next question
Net pay is the money you get after taxes are taken out of your paycheck

- **TRUE**
- **False**
CORRECT!!

Click here to go to the next question
An adjustable rate mortgage has an interest rate that changes every year, depending on the contract and the market.

True

False
CORRECT!!

Click here to go to the next question
What is a mutual fund

A group of stock bought together that a similar theme

Group of stocks that have nothing in common

An index telling you about the market
CORRECT!!

Click here to go to the next question
A dividend is money you get because you attend the annual shareholders meeting

True  False
CORRECT!!

Click here to go to the next question
Most financial advisors will tell you that the average person should carry ______ times their annual income in life insurance.

5  10  15  20
CORRECT!!

Click here to go to the next question
QUESTION #12

A budget is a spending and savings plan

True

False
CORRECT!!

Click here to go to the next question
A certificate of deposit (CD) is a high risk investment that normally pays a huge return.

True

False
CORRECT!!

Click here to go to the next question
When you own a car, and you owe more money than the car is worth, it is said you have “positive equity” in the car.

True  False
CORRECT!!

Click here to go to the next question
QUESTION #15

What is a stock?

- The right to make money
- Partial ownership in a company
- A loan to a company
CORRECT!!

Click here to go to the next question
Money given by a buyer to a seller as part of the purchase price to bind a transaction or assure payment.

- promissory
- earnest
- cash
- warranty
CORRECT!!

Click here to go to the next question
QUESTION #17

Compounding is earning interest on the interest

True  False
CORRECT!!

Click here to go to the next question
QUESTION #18

Gross pay is the money you make after all taxes are taken out

True

False
CORRECT!!

Click here to go to the next question
When the stock market is going down, it is said to be a _________ market

Bear

Bull
CORRECT!!

Click here to go to the next question
QUESTION #20

Credit can best be described as...

- Buy now, pay later
- Buy now, pay now
- Pay for something now and get it later (lay-a-way)
CORRECT!!

Click here to go to the next question
a loan payment by equal periodic payment calculated to payoff the debt at the end of a fixed period, including interest on the outstanding balance is called?

- Amortization
- Balloon Mortgage
- Equity
- Second Mortgage
CORRECT!!

Click here to go to the next question
QUESTION #22

Which of the following is NOT a question you need to ask yourself before you decide to use credit?

- do I really need this purchase?
- how much interest am I paying?
- how much extra am I paying by charging this?
- will this look good in my house?
CORRECT!!

Click here to go to the next question
The Social Security System was started in what year?

1. 1918
2. 1929
3. 1935
4. 1942
CORRECT!!

Click here to go to the next question
What is an index

- Partial ownership in a company
- A way to raise money to fund future projects
- Debt that a company sells to raise money
- An indicator of how well a specific part of the market is performing
CORRECT!!

Click here to go to the next question.
Chapter 7 bankruptcy remain on your credit report for 10 years

True
False
CORRECT!!

Click here to go to the next question.
QUESTION #26

Calculate the interest for $15,000 principal at 6.5% interest for one year

- $925
- $975
- $1,050
- $1,100
CORRECT!!

Click here to go to the next question
If you get into credit card trouble, what is the first thing you should do?

- Stop using the card
- Call the company, but keep using the card
- Ignore your credit card bills
- Don’t worry, as this will never happen to me
CORRECT!!

Click here to go to the next question
QUESTION #28

What percentage of NFL players are broke three years after football?

- 64%
- 72%
- 78%
- 84%
CORRECT!!

Click here to go to the next question
Failure to make mortgage payments on is called...

- Appraisal
- Delinquency
- Equity
- Lien
CORRECT!!

Click here to go to the next question
QUESTION #31
Which of the following is an advantage of leasing a car:

- No equity build up
- You can drive as many miles as you want
- Complicated transaction
- Lower car payment
CORRECT!!

Click here to go to the next question
QUESTION #32

Which is NOT one of the three C’s of credit?

comprehensive  character

collateral  capacity
CORRECT!!

Click here to go to the next question
QUESTION #33

At what is the first age you can start taking full social security benefits?

58  62
65  70
CORRECT!!

Click here to go to the next question
QUESTION #34

What is the average length of career for someone who plays in the NFL?

- 2 years
- 3 ½ years
- 5 years
- 7 years
CORRECT!!

Click here to go to the next question
A deductible is the first amount YOU will pay in the event of an insurance claim.

True

False
CORRECT!!

Click here to go to the next question
The stock market has averaged a return of 10% over the last 80 years

True  False
Correct!!

Click here to go to the next question
QUESTION #37

Which of the following does NOT affect your car insurance rate?

- Your gender
- The type of job you have
- Your credit score
- The color of your car
CORRECT!!

Click here to go to the next question
QUESTION #38

What is the advantage of buying a mutual fund?

- Guarantee of making money
- Diversification of risk
CORRECT!!

Click here to go to the next question
A lien is when another person holds the title of ownership until the loan is paid off.

True  False
CORRECT!!

Click here to go to the next question
QUESTION #40

There are currently more stocks traded than mutual funds

True  False
Correct!!

Click here to go to the next question
QUESTION #41

Damage caused by your pets is NOT covered under your homeowners liability protect.

True  False
CORRECT!!

Click here to go to the next question
There are three major credit reporting agencies.

True  False
CORRECT!!

Click here to go to the next question
QUESTION #43

Over the limit fee is a penalty for spending more than your credit limit.

True

False
CORRECT!!

Click here to go to the next question
Term life is cheaper monthly than whole life insurance

True  False
CORRECT!!

Click here to go to the next question
Flood and earthquake coverage are normally included as a part of standard home owners insurance policy in the state of Indiana.
CORRECT!!

Click here to go to the next question
A growing trend for employers is to do what before they hire you?

- Look at your previous experience
- Run your credit report
- Call your previous employers for recommendations
CORRECT!!

Click here to go to the next question
QUESTION #47

What is **not** a reason to buy life insurance?

- Replace income for dependents
- Pay for final expenses
- Leave a lasting legacy
- You can’t afford it
CORRECT!!

Click here to go to the next question
GENERAL TOPICS TO KNOW

- How to figure gross vs. net pay
- How to figure interest on an investment
- Advantages of car ownership
- Pro’s / Con’s of leasing a car
- Business math
- Mortgage terms
- What is the grace period on a credit card
- Comprehensive vs. collision auto insurance
GENERAL TOPICS TO KNOW

➔ What type of things effect the cost of your car insurance
➔ Types of car insurance
➔ Pet damage and insurance
➔ Age and auto insurance
➔ XXXX
➔ What is the grace period on a credit card
➔ Comprehensive vs. collision auto insurance

Click here for more info!
TEST STRUCTURE

~30 true / false question
~15 multiple choice question

Good Luck on your Final

Make sure to bring a pencil with you on Friday