

Question 1

In the absence of accidental death benefits the face amount of the policy less outstanding loans is the amount paid out at death.

- A) True
- B) False

Answer: <https://biology-forums.com/index.php?topic=505924>

Question 2

In order to adequately diversify a portfolio, you need to buy a minimum of _____ securities.

- A) 20
- B) 75
- C) 115
- D) 5

Answer: <https://biology-forums.com/index.php?topic=505154>

Question 3

Which of the following forms of hospital insurance makes full and direct reimbursement to the provider of care for covered services?

- A) Hospital service-benefit coverage
- B) Hospital indemnity insurance
- C) Hospital expense insurance
- D) all of the above

Answer: <https://biology-forums.com/index.php?topic=505688>

Question 4

The "invoice price" is generally the price the auto manufacturer charges the dealer.

- A) True
- B) False

Answer: <https://biology-forums.com/index.php?topic=504823>

Question 5

The preferred hospital insurance is hospital indemnity insurance.

- A) True
- B) False

Answer: <https://biology-forums.com/index.php?topic=505759>

Question 6

Escrow accounts

- A) are required on all conventional financing.
- B) ensure that borrowers will make payments on housing-related expenses such as insurance and taxes.
- C) held by banks must earn interest.
- D) cannot be forced upon a borrower by a lender.

Answer: <https://biology-forums.com/index.php?topic=504929>

Question 7

In mediation an attempt is made to have the parties to the dispute reach their own agreement.

- A) True
- B) False

Answer: <https://biology-forums.com/index.php?topic=504852>

Question 8

Which item below is not true of the New York Stock Exchange?

- A) It has been moving trades onto an electronic communications network.
- B) It has eliminated the use of specialists.
- C) It uses a "hybrid" systems that combines hand to hand trades with an electronic network.
- D) It is one part of an organization that manages several exchanges.

Answer: <https://biology-forums.com/index.php?topic=505028>

Question 9

The interest-adjusted net cost index takes into consideration the time value of money.

- A) True
- B) False

Answer: <https://biology-forums.com/index.php?topic=505962>

Question 10

The risk that your house may be destroyed by fire is a "speculative" risk.

- A) True
- B) False

Answer: <https://biology-forums.com/index.php?topic=505620>

Question 11

Given an identical contract rate, which of the following methods for determining finance charges provides the smallest monthly payment on an installment loan?

- A) Discount method
- B) Add-on method
- C) Simple interest method
- D) The monthly payment is the same under all three methods listed above.

Answer: <https://biology-forums.com/index.php?topic=504653>

Question 12

Most corporate bonds have face values of

- A) \$10.00.
- B) \$1,000.00.
- C) \$1.00.
- D) \$100.00.

Answer: <https://biology-forums.com/index.php?topic=505276>

Question 13

Selling short means selling a stock you own before its price reaches your expected target.

- A) True
- B) False

Answer: <https://biology-forums.com/index.php?topic=505116>

Question 14

The longer the maturity of a bond,

- A) the less its price sensitivity.
- B) the less its price sensitivity and the lower its coupon rate.
- C) the greater its price sensitivity.
- D) the lower its coupon rate.

Answer: <https://biology-forums.com/index.php?topic=505316>

Question 15

Your failure to notify the police in the event of theft may invalidate your homeowners coverage for theft.

- A) True
- B) False

Answer: <https://biology-forums.com/index.php?topic=505659>

Question 16

Allen Fund had NAV values of \$9, \$10, and \$12 at the beginning, middle, and end of last year, respectively. It made a \$1.00 per share distribution at mid-year. The average annual total return of the fund for the year is

- A) 55.55%.
- B) 46.67%.
- C) 44.44%.
- D) 33.33%.

Answer: <https://biology-forums.com/index.php?topic=505426>

Question 17

With participating life insurance you can lower your premiums by changing your lifestyle.

- A) True

B) False

Answer: <https://biology-forums.com/index.php?topic=505929>

Question 18

Which one of the following housing related expenditures is not an itemized deduction?

- A) Mortgage interest payments
- B) Rental payments
- C) Property taxes
- D) All of the above can be taken as itemized deductions.

Answer: <https://biology-forums.com/index.php?topic=502278>

Question 19

If you die without a valid will, your property will be divided under the laws of intestacy.

- A) True
- B) False

Answer: <https://biology-forums.com/index.php?topic=505967>

Question 20

A survivorship joint life policy pays out at

- A) the last death among the named insureds.
- B) at only the first and the last deaths among the named insureds.
- C) the first death among the named insureds.
- D) each of the deaths among the named insureds.

Answer: <https://biology-forums.com/index.php?topic=505838>