

Question 1

Which of the following represents the most likely order from those who is likely to need insurance the most to who is most likely to need it the least?

- A) Young child, retired with spouse, adult with child
- B) Young child, adult with child, retired with spouse
- C) Retired with spouse, adult with child, young child
- D) Adult with child, retired with spouse, young child

Answer: <https://biology-forums.com/index.php?topic=505818>

Question 2

A short position reflects the expectation of price increases.

- A) True
- B) False

Answer: <https://biology-forums.com/index.php?topic=505115>

Question 3

A securities analyst who is a fundamentalist would probably be interested in a company's earnings and financial strength.

- A) True
- B) False

Answer: <https://biology-forums.com/index.php?topic=505351>

Question 4

Which of the following can be accomplished through the will?

- A) The provision for specific bequests
- B) The creation of a testamentary trust
- C) The naming of a guardian for the children
- D) all of the above

Answer: <https://biology-forums.com/index.php?topic=505891>

Question 5

As your consumption increases during a period of time, the satisfaction you enjoy from it usually increases at an even greater rate.

- A) True
- B) False

Answer: <https://biology-forums.com/index.php?topic=502574>

Question 6

You are least likely to favor added points over a higher contract rate if you are

- A) likely to move in a few years.
- B) likely to remain in the home for the duration of the mortgage.
- C) a high income individual.
- D) a low income individual.

Answer: <https://biology-forums.com/index.php?topic=504905>

Question 7

To die "intestate" means to die

- A) without a valid will.
- B) without an heir apparent.
- C) without estate.
- D) while a resident of more than one state.

Answer: <https://biology-forums.com/index.php?topic=505889>

Question 8

Expenses that are either due at your death or that you would like to see repaid at your death should be accounted for in the transition fund.

- A) True
- B) False

Answer: <https://biology-forums.com/index.php?topic=505918>

Question 9

Given a cash value policy with the following characteristics: face value = \$200,000, cash value = \$50,000, outstanding loans = \$10,000 and surrender

charges = \$1,000, the amount of death protection is

- A) \$190,000.
- B) \$150,000.
- C) \$140,000.
- D) \$200,000.

Answer: <https://biology-forums.com/index.php?topic=505869>

Question 10

Lou Hinton's savings account (offering 12% simple interest) showed the following activity for the month of June:

Opening balance \$2,000

6/10 Deposit 1,000

6/20 Withdrawal (800)

6/30 Ending Balance 2,200

Interest earned in June with the FIFO method would be

- A) \$24.00.
- B) \$18.67.
- C) \$12.00.
- D) \$21.33.

Answer: <https://biology-forums.com/index.php?topic=502431>

Question 11

To minimize legal problems in the event a spousal death, many people open their checking accounts as tenants in common.

- A) True
- B) False

Answer: <https://biology-forums.com/index.php?topic=502524>

Question 12

Business cycles are likely to persist in the future.

- A) True
- B) False

Answer: <https://biology-forums.com/index.php?topic=502581>

Question 13

Estate planning is primarily concerned with increasing your wealth.

- A) True
- B) False

Answer: <https://biology-forums.com/index.php?topic=502589>

Question 14

Your best auto buy is typically a two- to three-year-old used car.

- A) True
- B) False

Answer: <https://biology-forums.com/index.php?topic=504824>

Question 15

Which does not make owning a home relatively more attractive than renting?

- A) An increase in the expected future price of housing
- B) An increase in the rate of return on financial investments
- C) A reduction in mortgage interest rates
- D) An increase in your marginal tax rate

Answer: <https://biology-forums.com/index.php?topic=504880>

Question 16

Which of the following changes would not lead to an increase in a security's required return? An increase in

- A) the security's random risk.
- B) the market risk premium.
- C) risk-free rate.
- D) the security's beta.

Answer: <https://biology-forums.com/index.php?topic=505161>

Question 17

Risk is often viewed as a range of investment returns.

- A) True
- B) False

Answer: <https://biology-forums.com/index.php?topic=505172>

Question 18

The best approach to get in on the ground floor of an emerging growth company is to buy its preferred stock.

- A) True
- B) False

Answer: <https://biology-forums.com/index.php?topic=505404>

Question 19

The significant difference between HOLDRs and ETFs is that

- A) owners of HOLDRs do not pay commissions on trades.
- B) HOLDRs are not traded in financial markets.
- C) ETFs are not traded in financial markets.
- D) the owner of the HOLDER has rights to the underlying stock.

Answer: <https://biology-forums.com/index.php?topic=505439>

Question 20

A wage-earner plan is a form of bankruptcy that

- A) forces you to turn over no less than half your future wages until your debts are repaid.
- B) once filed cannot be filed again for six years.
- C) must be used before you can file a straight bankruptcy.
- D) allows you to keep your assets.

Answer: <https://biology-forums.com/index.php?topic=504676>