

Financial Fitness Quiz

How much do you know about financial fitness? Answer the following questions to find out.

1. An account balance is

- a) The amount of money you have in one of your accounts.
- b) When your expenses are the same as your income.
- c) When you balance on one foot and count.

2. Your net pay is

- a) The amount of tax you pay on your income.
- b) The amount of income you have left after all the taxes and other deductions are taken off.
- c) The amount of money you have before any deductions are taken off.

3. An asset is

- a) Everything you have that has monetary (money) value plus any money owed to you.
- b) Something you really dislike about yourself.
- c) A profit making business.

4. If you went to college and earned a 4-year degree, you would make this much MORE money than you could expect with only a high school diploma?

- a) About 20% more.
- b) About 70% more.
- c) About 10 times as much.
- d) No more; you would make about the same either way.

5. Which of the following credit card users will end up paying the MOST in finance charges each year?

- a) Hailey, who always pays off her credit card bill by the due date every month.
- b) Jordon who only pays the minimum amount each month.
- c) Mike, who pays at least the minimum amount each month and more when he has the money.
- d) Sarah, who generally pays off her credit card in full but, occasionally, will pay the minimum when she is short of cash.

6. What are some good things about credit cards?

- a) They establish credit.
- b) You can earn rewards or points with some cards.
- c) If you pay off your balance in full every month, you don't have to pay any interest.
- d) They fill out the card slots in your wallet.

7. Sometimes people may find it easier and more manageable to combine all their loans into one. This is called:

- a) Impossible
- b) Bankruptcy
- c) Consolidation
- d) Foreclosure

8. A Budget

- a) Is a bad word that we should never say out loud.
- b) Is a way to track your income and expenses.
- c) Scares people.

9. When you have more than one debt, you should pay

- a) The debt that has the highest interest rate.
- b) The debt that you owe the least amount of money on.
- c) Any friends or family you owe money to first.
- d) You should not worry about it, you will probably win the lottery one day and then people will be coming to you to borrow money!

10. Your PIN

- a) Is your personal identification number used to identify you when using bank cards or credit cards.
- b) Should be posted as your status on Facebook.
- c) Should be something everyone knows about you like your birth date or phone number.

11. A bounced cheque is

- a) A rubber cheque that you can give to your friends as a joke – they will really like it.
- b) A cheque the bank refuses to cash or pay because you don't have enough money in your account to cover it.
- c) A cheque that is dated for the future.

12. Overdraft protection means

- a) You are protected from strong overhead winds and drafts.
- b) Any cheques you write will be charged to someone else's account.
- c) If you write a cheque for more money than what is in your account the bank will cover it.

Answer Key

1 – a; 2 – b; 3 – a; 4 – b; 5 – a; 6 – e; 7 – c; 8 – b (but some people think a & c as well); 9 – a; 10 - a; 11 – b; 12 - c