

Basics of Personal Finance

Section 3 Quiz

Correct answers are in red

Which one of the following might use your Credit Score to make decisions about you and your life?

- Lender
- Landlord
- Boss
- All of these

Which of these traditionally has the highest impact on your Credit Score?

- The total amount you owe
- The length of your credit history
- Your payment history
- If you've had new credit issued

Collateral is...

- the actual amount that's borrowed from the Lender.
- the time you have to pay back the loan.
- the "rent" you pay to use someone else's money.
- what the lender can take if you quit making payments on the loan.

True or False - The phrases "Loan Terms" means the same thing as the "Term of the Loan".

- True
- False

Which of the four phases of the Loan Process is not required, but is recommended?

- Pre-Qualification
- Application and Approval
- Evaluation of the Offer(s)
- Settlement

True or False - The Settlement phase of the Loan Process for a mortgage is called "Closing".

- True
- False

Which of the following factors does NOT impact the monthly auto loan payment?

- Amount of your down payment
- Length of the loan
- Driving record
- Interest rate

Which of the following are NOT typically included in monthly mortgage payments?

- Utilities
- Insurance
- Property Taxes
- Interest

Which of the following will NOT ever change the amount of your monthly mortgage payment?

- Flat rate mortgage
- Adjustable rate mortgage
- Hybrid mortgage

True or False - Grants and Scholarships are the same thing but called different names by different schools.

- True
- False