

Taxes Worksheet YFF Week 16

MULTIPLE CHOICE WORKSHEET

- 1** What topic will be covered in week 16 of the curriculum?
 - a) Budgeting
 - b) Loans
 - c) Insurance

- 2** What is the definition of a loan?
 - a) Money given to another person in exchange for payment later
 - b) Money given to another person for free
 - c) Money borrowed from another person that doesn't need to be paid back

- 3** What are the main features of a loan?
 - a) Interest and term
 - b) Principle, interest, installment payment, and term
 - c) Principle and installment payment

- 4** What is the total amount of time you have to fully pay back a loan?
 - a) Principle
 - b) Interest
 - c) Term

- 5** What is the total amount of money you borrow in a loan called?
 - a) Interest
 - b) Installment payment
 - c) Principle



- 6 What are some benefits of taking out a loan?**
- a) Reducing taxes and increasing credit score
 - b) Using the money you don't have for large expenses and often setting the rules
 - c) Receiving free money without any extra charges
- 7 What is collateral in a loan?**
- a) Extra money added on to the principle
 - b) A requirement to borrow money
 - c) A type of investment
- 8 Which of the following is not an alternative to a loan?**
- a) Credit cards
 - b) Money you have
 - c) Investing in stocks
- 9 What are some negatives of taking out a loan?**
- a) High debt costs and personal life damage
 - b) Increased credit score and financial stability
 - c) Reduced taxes and fees
- 10 What is a credit builder loan?**
- a) A type of loan used to increase credit score
 - b) A type of loan used for home projects and medical costs
 - c) A type of loan used to purchase an automobile
- 11 What type of loan is used to purchase real estate?**
- a) Personal loan
 - b) Auto loan
 - c) Mortgage loan



Taxes Answer Key

Answer key for worksheet above

1. B

2. A

3. B

4. C

5. C

6. B

7. B

8. C

9. A

10. A

11. C

