1. A money market account has a higher rate of return than a regular savings account.

   True          False

2. The Federal Deposit Insurance Corporation (FDIC) insures the following types of products: (choose all that apply.)

   a. Safety deposit boxes
   b. Checking accounts
   c. Mutual Funds
   d. Certificates of Deposit

3. The most commonly used credit reporting system, FICO, is reported by the following organizations:

   a. Carfax, TransUnion and Experion
   b. Equifax, TransUnion and Experation
   c. Equifax, TransFusion and Experion
   d. Equifax, TransUnion and Experion

4. The following factors are used to determine your credit score: (Choose all that apply.)

   a. Payment history
   b. How much you owe
   c. How much you earn
   d. New credit inquiries

5. A reverse mortgage is most suitable for:

   a. People about to buy their first home.
   b. Someone planning to sell their home to buy a more expensive home.
   c. Seniors who are on a fixed income and have a large amount of equity in their home.
   d. Seniors with adequate income and little home equity.
Self-paced Course: Test Your Knowledge
Week 1 Reading Module Quiz Answer Key

1. True. A money market account has a higher rate of return in exchange for a greater minimum deposit.
2. Safety deposit boxes and mutual funds are not insured by the FDIC. Therefore b and c are correct.
3. The answer is: c. Equifax, TransUnion and Experion. Scores differ slightly because of the exact algorithm used.
4. The answers a, b and d are correct. In addition, payment history is used. Income is not included as a separate factor.
5. Of the four examples, only c, seniors with a large amount of equity and fixed or moderate income should consider a reverse mortgage.

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