

Topical Review for the Final Exam in Financial Planning and Asset Management

3 ways that a person may be able to grow net worth [wealth]

Differences between a balance sheet, income statement and a cash flow statement

Calculation of the monthly payment and interest expenses on an installment loan

Differences in the definition of disability – conservative vs. liberal

Reasons for developing a set of investment guidelines when starting to invest

Beta and how it is used

Differences between a marginal versus an average tax rate

Financial planning process and why you should use it regardless of your stage in life

According to the text the most important financial planning issue for young people --- securing a job

Income that is taxable

Differences between a tax credit and a tax deduction

Calculation of the future value or present value of a lump sum

Calculation of the future value or present value of an annuity [series of periodic payments]

Important considerations of the differences between a debit versus a credit card if one were to be stolen

According to the text the best place to find the least costly used car

Ongoing cost of home ownership

Calculation of the monthly payment on a home mortgage

Best versus worst reasons to access credit

Best method for avoiding interest charges on a credit card

Steps you should take when considering the purchase of an auto

According to the text which method of borrowing and paying on an installment loan will have the highest interest cost

What is the needs approach to life insurance planning

Which type of life insurance coverage would be best for a young couple seeking to purchase the most amount of coverage for the lowest dollar outlay?

The role of cash value in a straight or whole life insurance policy

HMO versus PPO medical managed care plans

Interpretation of split limit coverage on an auto insurance plan –e.g. \$50,000/\$100,000

Differences between collision and non-collision coverages on an auto insurance contract

Calculation of the yield to maturity on a bond

Advantages versus the disadvantages of common stock investing

Calculation of the approximate yield on the purchase of a stock that pays a dividend

A stock spin offer versus a stock dividend

Student Loans that you do not have to start paying off until you graduate

The repayment obligations on a cash value loan from a permanent life insurance policy

Major advantages to the Affordable Healthcare Act