

FINANCIAL LITERACY QUIZ

Return completed quiz to your school branch to receive a \$20 deposit into your Horizon Checking account.*



Circle one.

1. The four basic things you have to do to maintain a bank account are: open an account, make deposits and withdrawals, record your fees and interest, and keep track of your balance.

True or False

2. A withdrawal is when you:

- a. Take money out of your account
- b. Give a teller a withdrawal slip
- c. Use your debit card
- d. Use an ATM to get cash
- e. All of the above

3. Credit is important because:

- a. It can affect your ability to get a job
- b. It is more convenient than paying cash
- c. Allows you to make a large purchase & pay for it over time
- d. All of the above

4. The difference between an unsecured loan and a secured loan is that an unsecured loan is not backed by collateral and a secured loan is.

True or False

5. If you have problems with credit, it will be easier to borrow money in the future. True or False

6. Two advantages of paying bills on time are avoiding late fees and extra finance charges.

True or False

7. "Paying yourself first" means:

- a. Getting a pay check
- b. When you get money, you put some of it away before you buy things
- c. When you get money, you put some of it away before you pay bills
- d. b & c

8. List four ways to save money:

- 1. _____
- 2. _____
- 3. _____
- 4. _____

9. Identity theft is when a criminal steals such things as your social security number or credit card numbers. True or False

10. You should never give your confidential information out to:

- a. An email you weren't expecting
- b. Text message
- c. Over the phone
- d. All of the above

11. What is the first thing a bank will have you do before you open an account?

12. How can you deposit checks you receive?

- a. Bank
- b. Mobile deposit
- c. ATM
- d. All of the above

13. How can you keep track of your account balance?

- a. Use online banking
- b. Use the mobile app
- c. Keep a record of the deposits & withdrawals
- d. All of the above

14. Overdraft protection is when you spend more money in your account than you have and the bank covers this amount but charges you a fee.

True or False

I authorize my child to receive a \$20 gift for completing the financial literacy quiz.

Student name

Parent / Guardian signature

Date

*\$20 gift will be deposited into the student checking account after verifying three transactions were completed (deposits and/or withdrawals made by student). These transactions must occur within 60 days from the account open date. One time offer. Offer available at Michigan City Wolves and LaPorte Slicer branches of Horizon Bank. Expires June 2018.

Branch Manager signature

Date

Answer Key: 1. True; 2. e; 3. d; 4. True; 5. False; 6. True; 7. d; 8. From a paycheck, put a portion in savings, cut back on eating out, save some of every cash gift you receive, save your change; 9. True; 10. All of the above; 11. Account verification; 12. d; 13. d; 14. True