Noel Whittaker’s

EXAMINATION PAPER
FOR
MAKING MONEY MADE SIMPLE

Please note that this examination is designed for young people aged 10 to 18 years and the questions are structured accordingly. An adult might like to decide whether the 'student' has passed or otherwise. However, the paper has been set in such a way to encourage those attempting it, to pass. I believe that anybody motivated to take this exam and who gets most of the answers correct, is well on the way to financial independence.

Your feedback on this project would be gratefully received.

NOEL WHITTAKER

TIME TO COMPLETE: 1 HOUR
Please tick the appropriate box.

Q1. What is the main theme of the book?
   (a) Money solves all problems. □
   (b) Becoming wealthy is easy. □
   (c) You can have more than you believed possible if you make the best use of what you already have. □

Q2. Which is the worst enemy of an investor?
   □ (a) Ignorance.
   □ (b) Taxation.
   □ (c) Inflation.

Q3. Which of the following should be the first aim of a young person?
   □ (a) To make as much money as possible.
   □ (b) To work as hard as possible.
   □ (c) To establish the habit of saving.

Q4. What is the purpose of having goals?
   □ (a) To give direction to our life.
   □ (b) To focus our energy.
   □ (c) To get us in the habit of making lists.

Q5. Why can using credit cards be risky?
   □ (a) You may lose the card.
   □ (b) Interest rates could rise.
   □ (c) They encourage us to get into debt.

Q6. What is the purpose of keeping a record of income and expenditure?
   □ (a) So you know where your money goes.
   □ (b) So you can learn accounting.
   □ (c) To enable you to balance your cheque account.
Q7. **Which is the best form of borrowing to buy a car?**

(a) Finance company loan.  
(b) Personal loan from a credit union.  
(c) Your credit card.  

Q8. **From what amount does children’s tax apply to unearned income?**

(a) $416 per annum.  
(b) $1000 per annum.  
(c) From every dollar received.  

Q9. **Does children’s tax apply to income earned from personal exertion such as mowing lawns, working at McDonald’s etc?**

(a) Yes.  
(b) Only on the first $1000 earned.  
(c) No.  

Q10. **When should an engaged couple consider starting to save for a house?**

(a) After they’ve bought their furniture.  
(b) After the wedding.  
(c) As soon as they decide to get married.  

Q11. **When buying a home, is it better to look for:**

(a) A fancy house in a mediocre location.  
(b) An average home in a good location.  
(c) One which has everything you’ve ever wished for, but would make managing your finances very difficult.  

Q12. **What could be the major problem in buying a motorcar privately?**

(a) You may pay too much for it.  
(b) The seller may not be the owner.  
(c) It may not be in good mechanical order.  

Q13. Using the principles described in *Making Money Make Simple*, prepare a written plan to achieve your saving goals.

Now check your answers. Because Q13 is a subjective type question, only you will know how well you responded to it. For the rest though, 12 – 14 correct **Excellent**, 8 – 11 correct **Great Effort**, 5 – 7 correct **Good Try**.
Answers:

1. (c)
2. (a)
3. (c)
4. (a)
5. (c)
6. (a)
7. (b)
8. (a)
9. (c)
10. (c)
11. (b)
12. (b)