

Activity 11: Worksheet

Banking Services Quiz

I. Choose the best answer.

1. Which account is best for paying bills and buying food?
 - a. checking account
 - b. savings account
 - c. ATM
2. Which account earns better interest?
 - a. checking account
 - b. savings account
 - c. ATM
3. Most banks require a _____ of at least \$25 for a savings account.
 - a. monthly fee
 - b. direct deposit
 - c. minimum balance
4. What protects you if you write a check for more than you have in your account?
 - a. direct deposit
 - b. a bounced check
 - c. overdraft protection
5. Which savings accounts do not permit withdrawals before a specified time?
 - a. Certificate of Deposit (CD) and Individual Retirement Accounts (IRAs)
 - b. regular savings account and money market accounts
 - c. special savings clubs and money market accounts
6. Which savings account earns a low interest rate?
 - a. money market
 - b. regular savings
 - c. CD
7. Which loans have lower interest rates?
 - a. short-term loans
 - b. long-term loans

II. Fill in the blank with the best word.

afford deposit endorse gross
reconcile waive withdraw

8. Marlo is going to Los Angeles for the weekend and needs some cash. She's going to the bank tomorrow to _____ some money.
9. Eva was paid in cash for a cleaning job. She doesn't like to carry cash in her purse, so she's going to _____ it at her credit union this afternoon.
10. The bank may _____ the monthly fee if you have direct deposit.
11. Before you deposit or cash a check, you must _____ the back of the check.
12. When you receive your bank statement, it's important to _____ the information on the statement with your check register.
13. Sam will _____ \$1,800 this month, but after taxes and deductions, his take-home pay will be \$1,350.
14. If Mohammed doesn't reduce his expenses, he will not be able to _____ to get his own apartment.

III. Circle: True (T) or False (F)

15. You need to pay a fee when you cash a check at your bank. T F
16. Your money earns higher interest with a CD rather than a regular savings account. T F
17. IRAs are good if you want to save for a vacation. T F
18. A home loan is also called a mortgage. T F
19. You can get a personal loan to buy a computer. T F
20. A loan with low monthly payments will have the least total cost. T F