

AAFM

Exam CTEP

Chartered Trust & Estate Planner® (CTEP®) Certification Examination

Version: 6.0

[Total Questions: 472]

Topic 1, Volume A**Question No : 1 - (Topic 1)**

Estate Tax in India is _____

- A. Nil
- B. 10%
- C. 30%
- D. Tax Rate depends on the estate value

Answer: A

Question No : 2 - (Topic 1)

Estate tax is also called _____

- A. Succession Tax
- B. Voluntary Tax
- C. Involuntary Tax
- D. Transfer Tax

Answer: B

Question No : 3 - (Topic 1)

_____ plan involves only Business assets.

- A. Financial
- B. Succession
- C. Estate
- D. Contingency

Answer: B

Question No : 4 - (Topic 1)

Estate planning has _____ steps.

- A. Two
- B. Three
- C. Four
- D. Five

Answer: D

Question No : 5 - (Topic 1)

The goals of Estate Planning can be broadly divided into _____ categories.

- A. Two
- B. Three
- C. Four
- D. Five

Answer: A

Question No : 6 - (Topic 1)

Estate planning as a process includes?

- A. Accumulation of an estate
- B. Conservation of an estate
- C. Distribution of an estate
- D. All of the above

Answer: D

Question No : 7 - (Topic 1)

Who needs an Estate Plan?

- A. Everyone
- B. HNI

- C. Terminally ill
- D. Elderly

Answer: A

Question No : 8 - (Topic 1)

Estate planning has _____ phases.

- A. Nil
- B. Two
- C. Three
- D. Depends on the value of estate

Answer: C

Question No : 9 - (Topic 1)

A High Net Worth Individual (HNI) should hold at least _____ in liquid financial assets.

- A. \$1 million
- B. \$5 million
- C. \$10 million
- D. \$50 million

Answer: A

Question No : 10 - (Topic 1)

More than _____ in wealth classifies the person as "Ultra HNI"

- A. \$1 million
- B. \$10 million
- C. \$50 million
- D. \$100 million

Answer: C

Question No : 11 - (Topic 1)

What is the ultimate goal of Estate Planning?

- A. To reduce estate taxes to minimum
- B. To fulfill the estate owner's wishes as closely as possible
- C. Increase the value of client's assets
- D. Conserve the existing assets of client

Answer: B

Question No : 12 - (Topic 1)

For which of the following stage of Business Cycle a succession plan is not prepared?

- A. Survival
- B. Growth
- C. Maturity
- D. New Growth or Winding Down

Answer: D

Question No : 13 - (Topic 1)

_____ is the most basic legal instrument of all Estate Plans.

- A. Power of Attorney
- B. Will
- C. Trust Deed
- D. Any one of above

Answer: B

Question No : 14 - (Topic 1)

What is Probate?

- A. A Will made out of undue influence
- B. The process of distribution of estate
- C. A person who pays the 'Inheritance Tax'
- D. Court process by which a will is proved valid or invalid

Answer: D

Question No : 15 - (Topic 1)

Estate Planning is _____ process.

- A. One time
- B. Continuous
- C. Two step
- D. Three step

Answer: B

Question No : 16 - (Topic 1)

A Business plan has _____ phases.

- A. Two
- B. Three
- C. Four
- D. Five

Answer: C

Question No : 17 - (Topic 1)

Which of the following events does not require a Estate Planner to revise his plan?

- A. Divorce
- B. Donation of Asset

- C. Birth of grandchildren
- D. None of the above

Answer: D

Question No : 18 - (Topic 1)

Which of the following statement is true?

Exhibit:

(i)	Every estate has to be planned in one form or other
(ii)	An essential element of estate planning is to provide liquidity.

- A. Only (i)
- B. Only (ii)
- C. Both (i) and (ii)
- D. Neither (i) nor (ii)

Answer: C

Question No : 19 - (Topic 1)

Which is the following is a part of Executor's fees?

- A. Funeral Expenses
- B. Master's fees
- C. Estate duty
- D. All of the above

Answer: D

Question No : 20 - (Topic 1)

Failure to create an Estate Plan leads to _____

(i)	Inadequate Survivor Income and Asset Transfer
(ii)	Improper Tax Planning

- A. Only (i)
- B. Only (ii)
- C. Neither of the (ii)
- D. Both (i) and (ii)

Answer: D

Question No : 21 - (Topic 1)

_____ is a brief description of what you do and what you serve.

- A. Personal Brochure
- B. Elevator Speech
- C. Public Persona
- D. Direct mail

Answer: B

Question No : 22 - (Topic 1)

According to _____ of the 'Registration Act, 1908' the registration of a Will is not compulsory.

- A. Section 8
- B. Section 48
- C. Section 1
- D. Section 6

Answer: A

Question No : 23 - (Topic 1)

The selling/ planning process has _____ steps.

- A. Four
- B. Five
- C. Seven
- D. Eight

Answer: D

Question No : 24 - (Topic 1)

What does 'T' in 'SWOT' stands for?

- A. Trends
- B. Time
- C. Threats
- D. Trust

Answer: C

Question No : 25 - (Topic 1)

_____ is an influential person who knows you favorably and agrees to introduce or recommend you to others.

- A. Centre of Influence
- B. Attorney
- C. Commercial Bank Officer
- D. Property Agent

Answer: A

Question No : 26 - (Topic 1)

With reference to Business Succession Planning, _____ protects the value of the business.

- A. Business Valuator
- B. Private Banker
- C. Insurance Professional
- D. Business Banker

Answer: C

Question No : 27 - (Topic 1)

If a soldier makes a Will in oral form, for what time will it be valid?

- A. It will be valid always
- B. Valid for only a month
- C. Valid for three months
- D. Soldier cannot make Oral will

Answer: B

Question No : 28 - (Topic 1)

A will can be made by anyone above _____ years of age in India.

- A. 15
- B. 16
- C. 18
- D. 21

Answer: D

Question No : 29 - (Topic 1)