

Write your name here	
Surname	Other names
Edexcel Principal Learning	Centre Number
	Candidate Number
Business, Administration and Finance	
Level 1	
Unit 3: Personal Finance and Financial Services	
Sample Assessment Material Time: 1 hour	Paper Reference BA103/01
You do not need any other materials.	Total Marks

Instructions

- Use **black** ink or ball-point pen.
- **Fill in the boxes** at the top of this page with your name, centre number and candidate number.
- Answer **all** questions.
- Answer the questions in the spaces provided
– *there may be more space than you need.*

Information

- The total mark for this paper is 40.
- The marks for **each** question are shown in brackets
– *use this as a guide as to how much time to spend on each question.*

Advice

- Read each question carefully before you start to answer it.
- Keep an eye on the time.
- Try to answer every question.
- Check your answers if you have time at the end.

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Turn over ►

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Some questions must be answered with a cross in a box ☒. If you change your mind about an answer, put a line through the box ☒ and then mark your new answer with a cross ☒.

1 Which of the following is an example of money?

A	Scottish bank note	<input checked="" type="checkbox"/>
B	Football season ticket	<input checked="" type="checkbox"/>
C	Book token	<input checked="" type="checkbox"/>
D	Rail travelcard	<input checked="" type="checkbox"/>

(Total for Question 1 = 1 mark)

2 You need information on state benefits. The best source of information is:

A	a high street bank such as Barclays	<input checked="" type="checkbox"/>
B	an independent financial adviser	<input checked="" type="checkbox"/>
C	the Department for Work and Pensions	<input checked="" type="checkbox"/>
D	a charity such as Oxfam	<input checked="" type="checkbox"/>

(Total for Question 2 = 1 mark)



3 Natalie keeps a record of her money. A summary of Natalie's most recent record is shown below.

Money item	Money (£)
My monthly salary	1 230
Child Benefit	72
Other regular monthly income	20
The mortgage to Birmingham Midshires Building Society	680
Other expenses	520

Study Natalie's record and answer the following questions.

(i) The Child Benefit Natalie receives comes from:

(1)

A	her employer	<input type="checkbox"/>
B	a fund set up by banks	<input type="checkbox"/>
C	the Citizens Advice Bureau	<input type="checkbox"/>
D	the Government	<input type="checkbox"/>

(ii) Which of these might be a source of Natalie's **other regular monthly income**?

(1)

A	Cable TV bill	<input type="checkbox"/>
B	Interest on savings	<input type="checkbox"/>
C	Lottery winnings	<input type="checkbox"/>
D	Christmas presents	<input type="checkbox"/>

(Total for Question 3 = 2 marks)



4 You want to save towards Christmas presents and decorations. You plan to use a savings stamps scheme, and have found out the information in the table below.

Retailer	Savings bonus	Bonus date
Asda	4%	19/20 November
Tesco	2%	Any time in December
Wilkinsons	5%	Any time

(a) According to the table, which retailer offers you the best deal?

(1)

(b) (i) Name a **different** method that you could use to help you save for a special event such as Christmas.

(1)

(ii) Describe how you would use this method.

(2)

(Total for Question 4 = 4 marks)



5 Your friend Amy is in a shop. She sees a new CD for sale with a price label of £8.95. She decides to buy the CD by credit card.

(a) Name **two other** methods of payment Amy could use to buy the CD.

(2)

1

.....

2

.....

(b) Describe briefly how the credit card would be used to buy the CD.

(2)

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(c) List **two** pieces of information that you will find on a credit card.

(2)

1

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2

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(d) Some people spend a lot of money on their credit cards, but cannot afford to pay it back. Outline **one** financial problem this could cause them.

(2)

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(Total for Question 5 = 8 marks)



6 Ashok has just left school and is starting sixth form college. Ashok has a paper round and a part-time Saturday job. Now he is going to college, Ashok wants to open a current account at a local bank and get a credit card.

(a) When Ashok gets his credit card, which piece of information is it **most** important for him to keep secret at all times?

(1)

A	The address that his bills are sent to	<input type="checkbox"/>
B	The name that appears on the card	<input type="checkbox"/>
C	His monthly payments	<input type="checkbox"/>
D	His PIN	<input type="checkbox"/>

(b) Ashok keeps a weekly personal budget. At the start of the week, Ashok had £14.62 in cash.

Here are the items that Ashok needs to enter in his budget.

Cinema ticket	£5.50
Earnings from paper round	£7.40
Buying magazines	£4.25
Earnings from Saturday job	£15.00

Complete Ashok's budget below.

(6)

	£	p
Opening balance		
Receipts:		
Payments:		
Closing balance		



(c) Next week Ashok will work an **extra** two and a half hours on Saturday. He receives £6.50 an hour.

(i) How much money will Ashok earn for this extra work?

(1)

£

(ii) What effect will this extra work have on Ashok's budget for next week?

(1)

(Total for Question 6 = 9 marks)



7 Ashok wants to open a current account. His local paper recently published the following information on current accounts and the organisations that provide them.

Organisation	Interest rate offered	Minimum balance (£)	Interest is paid
Abbey	8 %	1	Monthly
Alliance & Leicester	6.5 %	1	Monthly
Coventry BS	6.3 %	1	Monthly
Bank of Scotland	6.2 %	1	Monthly
Halifax Plc	6.2 %	1	Monthly

The organisations have not been listed in alphabetical order.

(a) (i) How have they been listed? (1)

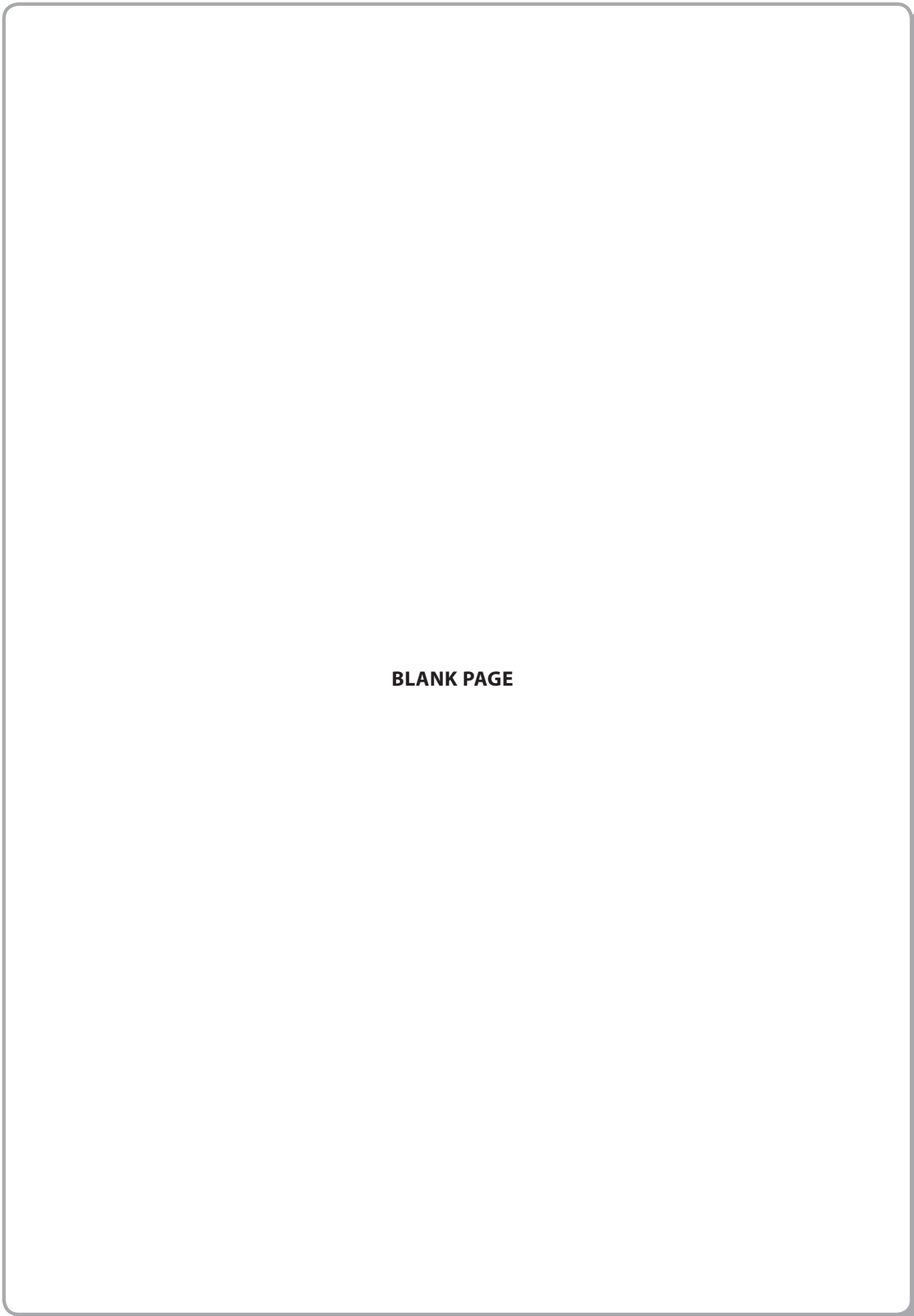
(ii) Using the above information, which organisation would you suggest Ashok opens his current account with? Give a reason for your answer. (2)

(b) List **two** pieces of information Ashok will need to give when opening his current account. (2)

- 1
- 2

(Total for Question 7 = 5 marks)





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N 3 7 3 9 4 A 0 9 1 2



8 Ashok has now opened a current account.

(a) Outline **two** ways that Ashok can protect against fraud or theft when using his current account.

(4)

1

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2

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Ashok now wants to open a savings account with his new bank so he can make regular savings. He is sure he can save £25 in most months. He is not sure if he will be able to save anything during the holidays and may even have to withdraw some money. Ashok will be at college between 9am and 4pm every weekday.

A member of staff has given Ashok the information below on a savings account available at his local branch.

Name of the account	The Fixed Rate Monthly Saver account
Suitable for someone who ...	wants to save between £20 and £250 a month wants a fixed interest rate for 12 months can pay in money at the branch
Not suitable for someone who ...	may not be able to save at least £20 a month might need to withdraw cash regularly wants to access the money by phone, post, internet or cash machines



(b) What are the **advantages** and **disadvantages** of this account for Ashok?

(6)

Advantages

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Disadvantages

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(Total for Question 8 = 10 marks)

TOTAL FOR PAPER = 40 MARKS



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