

# Chartered Trust & Estate Planner (CTEP) Certification Examination

1. Estate Tax in India is \_\_\_\_\_

A. Nil

B. 10%

C. 30%

D. Tax Rate depends on the estate value

**Answer(s): A**

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2. Estate tax is also called \_\_\_\_\_

A. Succession Tax

B. Voluntary Tax

C. Involuntary Tax

D. Transfer Tax

**Answer(s): B**

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3. \_\_\_\_\_ plan involves only Business assets.

A. Financial

B. Succession

C. Estate

D. Contingency

**Answer(s): B**

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4. Estate planning has \_\_\_\_\_ steps.

A. Two

B. Three

C. Four

D. Five

**Answer(s): D**

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5. The goals of Estate Planning can be broadly divided into \_\_\_\_\_ categories.

A. Two

B. Three

C. Four

D. Five

**Answer(s): A**

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6. 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(s): D**

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7. Who needs an Estate Plan?

A. Everyone

B. HNI

C. Terminally ill

D. Elderly

**Answer(s): A**

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8. Estate planning has \_\_\_\_\_ phases.

A. Nil

B. Two

C. Three

D. Depends on the value of estate

**Answer(s): C**

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9. 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(s): A**

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**10.** More than \_\_\_\_\_ in wealth classifies the person as "Ultra HNI"

A. \$1 million

B. \$10 million

C. \$50 million

D. \$100 million

**Answer(s): C**

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**11.** 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(s): B**

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**12.** 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(s): D**

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**13.** \_\_\_\_\_ 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(s): B**

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**14.** 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(s): D**

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**15.** Estate Planning is \_\_\_\_\_ process.

A. One time

B. Continuous

C. Two step

D. Three step

**Answer(s): B**

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**16.** A Business plan has \_\_\_\_\_ phases.

A. Two

B. Three

C. Four

D. Five

**Answer(s): C**

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**17.** 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(s): D**

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**18.** Which of the following statement is true?

Exhibit:

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

A. Only (i)

B. Only (ii)

C. Both (i) and (ii)

D. Neither (i) nor (ii)

**Answer(s): C**

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**19.** Which of 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(s): D**

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**20.** Failure to create an Estate Plan leads to \_\_\_\_\_

<b>(i)</b>	<b>Inadequate Survivor Income and Asset Transfer</b>
<b>(ii)</b>	<b>Improper Tax Planning</b>

A. Only (i)

B. Only (ii)

C. Neither of the (ii)

D. Both (i) and (ii)

**Answer(s): D**

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