

Vehicle Finance Practice Problems

Vehicle Insurance

1. c.
2. deductible, location - *need to explain*
3. better coverage, MPI will pay more of repair costs
4. use (all-purpose vs pleasure), third-party liability amount
5. b.
6. location, deductible, make & model
7. a) higher risk b) change to pleasure from all-purpose
8. all-purpose
9. b.
10. pleasure
11. change deductible to a higher amount, pay entire premium at once (lump sum)

Fuel Economy

1. \$124.80
2. \$460.80
3. 8.33L/100 km
4. a) car b) 180 L
5. a) 238 L b) \$292.74
6. a) 156.1 L b) \$202.93
7. 37.5 L more
8. 9.43L/100km
9. 1003L less fuel

Vehicle Servicing

1. \$190.68
2. \$715.68
3. \$800.80
4. \$1601.60
5. \$375.20
6. \$109.20
7. a) \$1137.00 b) \$1273.44
8. \$589.40

Depreciation

1. \$18304 value after 2 years
2. \$22,780
3. a) \$8700 b) \$4060
4. \$14,720
5. a) \$1725 b) \$9775
6. \$22,500