

**FN221: Assignment 7**

1. Katherine Kocher has determined the following information about her own financial situation. Her checking account is worth \$850 and her savings account is worth \$1,200. She owns her own home that has a market value of \$98,000. She has furniture and appliances worth \$12,000 and a home computer and laptop worth \$3,300. She has a car worth \$12,500. She has recently purchased a 2-year certificate of deposit worth \$5,500 and she has a retirement account worth \$38,550. What is the value of her liquid assets?

Answer The values of her liquid assets are her checking account which worth \$850 and savings accounts which worth \$1,200. Therefore Ketherine's liquid assets value is equal to **\$850 + \$1,200 = \$2,050**.

2. Katherine Kocher has determined the following information about her own financial situation. Her checking account is worth \$850 and her savings account is worth \$1,200. She owns her own home that has a market value of \$98,000. She has furniture and appliances worth \$12,000 and a home computer and laptop worth \$3,300. She has a car worth \$12,500. She has recently purchased a 2-year certificate of deposit worth \$5,500 and she has a retirement account worth \$38,550. What is the value of her real estate assets?

Answer The values of her real estate assets involve only the values of her own home which has a market value of **\$98,000**.

3. Katherine Kocher has determined the following information about her own financial situation. Her checking account is worth \$850 and her savings account is worth \$1,200. She owns her own home that has a market value of \$98,000. She has furniture and appliances worth \$12,000 and a home computer and laptop worth \$3,300. She has a car worth \$12,500. She has recently purchased a 2-year certificate of deposit worth \$5,500 and she has a retirement account worth \$38,550. What is the value of her personal assets?

Answer Since Katherine's personal assets involve with her furniture and appliances which worth \$12,000, a home computer and laptop that worth \$3,300, and her own car which worth \$12,500, so the total values of her personal assets are **\$12,000 + \$3,300 + \$12,500 = \$27,800**.

4. Katherine Kocher has determined the following information about her own financial situation. Her checking account is worth \$850 and her savings account is worth \$1,200. She owns her own home that has a market value of \$98,000. She has furniture and appliances worth \$12,000 and a home computer and laptop worth \$3,300. She has a car worth \$12,500. She has recently purchased a 2-year certificate of deposit worth \$5,500

## Laurinda Chanrasmi #5504640631

---

and she has a retirement account worth \$38,550. What is the value of her investment assets?

Answer With Katherine's 2-year certificate of deposit that worth \$5,500 and her retirement account which worth \$38,550, so her total value of investment assets is  **$\$5,500 + \$38,550 = \$44,050$** .

5. Katherine Kocher has determined the following information about her own financial situation. Her checking account is worth \$850 and her savings account is worth \$1,200. She owns her own home that has a market value of \$98,000. She has furniture and appliances worth \$12,000 and a home computer and laptop worth \$3,300. She has a car worth \$12,500. She has recently purchased a 2-year certificate of deposit worth \$5,500 and she has a retirement account worth \$38,550. What is the total value of her assets?

Answer By combining the value of liquid assets, real estate assets, personal assets, and investment assets, the total value of her assets is equal to  **$\$2,050 + \$98,000 + \$27,800 + \$44,050 = \$171,900$** .

6. Jamie McFarland has determined that the value of her liquid assets is \$4,500, the value of her real estate is \$128,000, the value of her personal possessions is \$62,000, and the value of her investment assets is \$73,000. She has also determined the value of her current liabilities is \$7,500 and the value of her long term liabilities is \$98,000. What is the total value of her assets?

Answer The total value of her assets is the sum of her liquid assets, real estate assets, personal assets, and investment assets, which is equal to  **$\$4,500 + \$128,000 + \$62,000 + \$73,000 = \$267,500$** .