

Name \_\_\_\_\_

**Budgeting – Quiz Review**

**For each scenario, find:**

- a) total assets**
- b) total liabilities**
- c) debt-to-equity ratio**
- d) monthly gross salary**
- e) monthly obligations**
- f) debt-to-income ratio (front-end and back-end)**

1) Carmella and Tony – 48 years old

- House worth \$670,000, mortgage balance of \$235,000
- Total Student Loans of \$19,000
- SUV worth \$42,000 loan amount of \$37,000
- Sedan worth \$30,000, no loan amount
- Yearly combined salary of \$200,000
- Monthly Mortgage of \$2900, Student Loans \$390, Car Payments \$550

**a) What are their total assets?**

**b) What are their total liabilities?**

**c) What is their debt-to-equity ratio**

**d) What is their monthly gross salary?**

**e) What are their total monthly obligations?**

**f) What is their front-end debt-to-income ratio**

**g) What is their back-end debt-to-income ratio**

**h) Write a conclusion about Carmella and Tony's monthly situation**

**i) Write a conclusion about Carmella and Tony's long-term financial situation.**

Name \_\_\_\_\_

**Budgeting – Quiz Review**

**For each scenario, find:**

- g) total assets**
- h) total liabilities**
- i) debt-to-equity ratio**
- j) monthly gross salary**
- k) monthly obligations**
- l) debt-to-income ratio (front-end and back-end)**

2) Mark – 29 years old

- House worth \$315,000, mortgage balance of \$270,000
- Total Student Loans of \$59,000
- Pickup Truck worth \$12,000 loan amount of \$7,000
- Yearly salary of \$75,000
- Monthly Mortgage of \$1750, Student Loans \$590, Car Payments \$250

**j) What are his total assets?**

**k) What are his total liabilities?**

**l) What is his debt-to-equity ratio**

**m) What is his monthly gross salary?**

**n) What are their total monthly obligations?**

**o) What is his front-end debt-to-income ratio**

**p) What is his back-end debt-to-income ratio**

**q) Write a conclusion about Mark's monthly situation**

**r) Write a conclusion about Mark's long-term financial situation.**