

**(A+B) Track:** Please only take this Quiz after you have watched the first 3 lectures in the course. Thanks

**Question #1:**

A major problem with traditional paper based (fiat) currencies is: \_\_\_\_\_

- We often have no control over the supply of currency that governments will print.
- Currencies are usually monopolies in the country that prints that currency. As a result, we have not seen much innovation with currencies in many years.
- The fees that many financial services charge us are ridiculously high (and not fair)!
- All of the above are correct.

Please answer the question above by selecting one answer. The answers are at the bottom of this PDF document. Thanks

**Question #2:**

What is a reason why many retail stores would like to accept cryptocurrencies in the future? \_\_\_\_\_

- Because the fees that credit card companies charge retail stores to accept credit cards based on fiat currency are way too high (1%-3% or more on average).
- Because governments are likely to favor cryptocurrencies over the use of their own currencies.
- Because the big banks don't like the fee structure of the current financial system. They think that they can charge consumers more with cryptocurrency fees.
- None of the above are correct.

Please answer the question above by selecting one answer. The answers are at the bottom of this PDF document. Thanks

**Question #3:**

What is a benefit of cryptocurrencies in the long run? \_\_\_\_\_

- More people will have access to online transactions as a ridiculously high number of people in the world are "unbanked!"
- The fees that we will pay financial services companies should decline a lot.
- Since cryptocurrencies are more secure than traditional banking and credit card use, security will improve (breaches will decline).
- All of the above are correct.

Please answer the question above by selecting one answer. The answers are at the bottom of this PDF document. Thanks

**Answer to Question #1 is:** *All of the above are correct.*

Governments can print an unlimited amount of currency and dilute our hard earned money. Many governments have monopolies in their country as there are no other major sources of currency; the issue is that monopolies are not incentivized to innovate! The result is an archaic financial system where fees are way too high.

**Answer to Question #2 is:** *None of the above are correct.*

In the long run it will likely be harder for retail companies to compete with enormous online retailers like Amazon, which charges very low prices and often makes 1% to 3% or even much less when Amazon sells a product. It will not be sustainable for many retailers to give up a 1% to 3% (or higher) fee and pay the credit card companies in the long run. Cryptocurrency fees are going to be much lower than traditional credit card fees in the long run.

Separately, most governments don't like cryptocurrencies as it takes away from the government's ability to print more money and change interest rates so that governments can issue bonds to build bridges or God forbid, finance wars, etc.

Lastly, most banks hate cryptocurrencies as this threatens their ability to charge high credit card fees and high additional fees....this is a reason why you will hear the big banks' CEOs say negative things about cryptocurrencies!

**Answer to Question #3 is:** *All of the above are correct*

More people will have access to online transactions, fees will decline and security will improve when we transact with cryptocurrencies.

**Next Step:** Please watch the lecture called: "(A+B) Optional Side Note on Taxes: My NBC Interview on Cryptocurrency Taxes"