

Total No. of Questions : 5]

SEAT No. :

PB2067

[Total No. of Pages : 2

[6201]-210

First Year M.B.A.

206 FIN-SC-FIN-02 : PERSONAL FINANCIAL PLANNING

(Revised 2019 Pattern) (Semester-II)

Time : 2 ½ Hours]

[Max. Marks : 50

Instructions to the candidates:

- 1) *Assume suitable data if necessary.*
- 2) *Figure to the right indicates full marks.*
- 3) *All questions are compulsory.*
- 4) *Use of simple calculator is allowed.*

Q1) Attempt any Five questions:

[10]

- a) Define Liquidity
- b) Explain the term "Insurance".
- c) Define Estate
- d) Deductions on the premium paid on Health Insurance can be claimed under which section of Income Tax Act?
 - i) Section 80 C
 - ii) Section 80 D
 - iii) Section 80 E
 - iv) Section 80 F
- e) Hemangi has deposited Rs. 1,00,000 in a basic account at 7 percent simple interest for a period of 5 years. What is a simple interest after 5 years.
 - i) 35,000
 - ii) 34,900
 - iii) 31,300
 - iv) 36,000
- f) Define the term 'Risk'.
- g) State Time Value of Money.
- h) Define the term Mutual Funds.

P.T.O.

Q2) Attempt any two of the following: [10]

- a) Mr Naveen borrows Rs. 15,00,000 from a bank for a purchase of the Flat at 8% per annum. Find EMI for a period of 15 years using flat interest rate.
- b) Discuss liquidity, safety and profitability as on investment criteria.
- c) Explain personal Financial Planning Process.

Q3) a) You have Rs. 9,00,000 to deposit. ABC Bank offers 12% interest per year compounded monthly, while PQR Bank offers 12% interest but will only compound annually. How much will your investment be worth in 10 years at each Bank? [10]

OR

- b) Critically examine various deductions applicable to individuals for tax planning under section 80 C of Income tax Act 1961. [10]

Q4) a) Analyze different types of Mutual Funds as an option of investment vehicle, with suitable examples. [10]

OR

- b) Analyze the different ways of mis-selling the investment products. How one can be saved from such mis-selling. [10]

Q5) a) Critically discuss different life insurance plans and general insurance plan. [10]

OR

- b) Critically evaluate various Investment options available for retirement planning. [10]

