

B.B.A. (Part-III) Semester-V Examination**PERSONAL FINANCIAL PLANNING****BBA/504**

Time : Three Hours]

[Maximum Marks : 80

Note :- All sections are compulsory.**SECTION—A**

(Multiple Choice Questions)

1. Which of the following would be considered a risk free investment ?
(A) Gold (B) Equity
(C) High Grade Corporate Bonds (D) Treasury bills
2. _____ are Financial Assets.
(A) Bonds (B) Machines
(C) Stocks (D) Both (A) and (C)
3. Saving Accounts are _____ but are not _____.
(A) Negotiable, Liquid (B) Marketable, Liquid
(C) Liquid, Personal (D) Liquid, Marketable
4. What is personal finance ?
(A) Managing your money (B) Saving and investing
(C) Budgeting and banking (D) All of above
5. The expanded form of SA as commonly used in life insurance :
(A) Sum Assured (B) Stamp Act
(C) Surrender of Assurance (D) Some Annuity
6. Insurance covers :
(A) Protect Assets (B) Prevent loss
(C) Reduces the impact of loss (D) Insurance immortality
7. Largest Life Insurance Company in India is :
(A) New India Insurance (B) LIC
(C) United India Insurance Co. (D) National Insurance Co.

8. Who is a health care provider ?
- (A) Insurer (B) Insured
(C) IRDA (D) Hospital
9. What is the contribution rate for an employee towards the EPF ?
- (A) 8% of Basic Wages (B) 10% of Basic Wages
(C) 12% of Basic Wages (D) 13% of Basic Wages
10. How often should the employer contribute to the EPF on behalf of employees ?
- (A) Monthly (B) Quarterly
(C) Biannually (D) Annually
11. What is the minimum deposits to be made in a financial year under PPF Accounts ?
- (A) Rs.100 (B) Rs.1000
(C) Rs.500 (D) Rs.200
12. Interest under PPF account shall be credited to the accounts at the end of :
- (A) Maturity (B) Each month
(C) Each year (D) All of above
13. Mutual Funds are regulated in the country by :
- (A) IRDA (B) AMFI
(C) NABARD (D) SEBI
14. Which among the following are the types of Mutual Funds ?
- (A) Equity Funds (B) Debt Funds
(C) Hybrid Funds (D) All of these
15. A 50 : 50 allocation to Stocks : Bonds is likely to be suitable for an investor with :
- (A) Moderate Risk Capacity (B) Aggressive Risk Capacity
(C) Hybrid Risk Capacity (D) Conservative Risk Capacity
16. The Capital Market in India is controlled by :
- (A) SBI (B) NABARD
(C) SEBI (D) NIFTY
17. Assessment Year is the period of 12 months commencing on 1st day of _____.
- (A) April (B) March
(C) January (D) December

18. As per sec 2(24) definition of 'Income' is _____.
 (A) Inclusive (B) Exhaustive
 (C) Exclusive (D) Descriptive
19. Tax avoidance is _____.
 (A) Legal (B) Immoral
 (C) Lawful (D) All of these
20. Which is the income tax exemption limit for 2022-2023 ?
 (A) Upto 5 lakhs (B) Upto 3 lakhs
 (C) Upto 750000 (D) Upto 250000 1×20=20

SECTION—B

(Short Answer Questions)

1. (a) Explain Financial Planner as a profession. 4
- OR**
- (b) Explain the steps involved in the Financial Planning Process. 4
2. (a) Write a note on "need of Insurance Planning". 4
- OR**
- (b) What is income insurance, why it is needed ? 4
3. (a) Write a short note on superannuation. 4
- OR**
- (b) Explain the steps for the developing retirement plan. 4
4. (a) Why investment planning is important ? 4
- OR**
- (b) Write a note on portfolio management. 4
5. (a) Write a note on house property income. 4
- OR**
- (b) Explain types of capital assets/gains. 4

SECTION—C

(Long Answer Questions)

1. (a) Describe the need and importance of personal financial planning. 8
OR
(b) Describe all about personal financial planning. 8
2. (a) Describe property insurance with home and motor insurance. 8
OR
(b) Comment "why life insurance is important". 8
3. (a) Explain PPF with types of pension schemes under PPF. 8
OR
(b) Explain retirement schemes available in India. 8
4. (a) Explain Mutual Funds with its types. 8
OR
(b) Write a note on asset allocation in personal financial planning. 8
5. (a) Discuss the various tax management techniques. 8
OR
(b) Explain income from other sources and its deductions. 8