

Assignment – 1 : Financial Planning

Notes:-

- a) **Mention your group member's names on 1st page.**
- b) **Make suitable assumptions & mention the same.**
- c) Refer format given at the end, only for reference. You can add/modify if needed.
- d) Each group to solve 2 problems each as given below:

Gr.1 – Pb.1 & 2,	Gr.2 – Pb.3 & 4	Gr.3 – Pb.5 & 6	Gr.4 – Pb.7 & 8
Gr.5 – Pb.9 & 10	Gr.6 – Pb.1 & 2	Gr.7 – Pb.3 & 4	
Gr.8 – Pb.5 & 6	Gr.9 – Pb.7 & 8		
Gr.10 – Pb.9 & 10	Gr.11 – Pb.1 & 2	Gr.12 – Pb.3 & 4	
Gr.13 – Pb.5 & 6	Gr.14 – Pb.7 & 8		

Problems:-

1. Rahul, Age 35 has Rs.50000/- per month to invest. Suggest a financial plan based on following:-

Family of 4 (self, spouse, 2 children age 2 & 5)

Existing investments – Own house, Insurance policies of Rs. 25 Lac,
Mediclaime policy of Rs. 10 Lac

2. Kavita (age 28) a engineer in a multinational company, while her husband, Mahesh (age 32) is an executive with top multinational company. With earning of Rs. 3 Lac per month, one would imagine that couple has no financial worries. However, close look at their financial

status shows, overspending, high debt (loans), inadequate insurance & wrong financial products. Suggest a suitable financial plan for them.

3. Rohit Jain (35), Sheetal Jain (32) & 2 children Aryan (5), Shreya (2).
Other details as follows:

Annual Income- 30 Lac, Expenses – 14 Lac

Goals : Children education – 40 Lac, Children Marriage – 40 Lac,

Foreign Travel – 14 Lac, Retirement Corpus – 2 Cr

Prepare financial plan.

4. Mr and Mrs Bhanot, 32 and 30 respectively, have a 3 year old daughter. Both work in private sector companies, combined annual income is Rs. 25 Lac. Mr Bhanot plans to retire when he's 50. From their current one bedroom rented suburban Mumbai apartment, Bhanots hope to move to their own 2 bedroom apartment costing around Rs 100 lakh within the next 5 years. They own a small car, for which they have availed of a loan. Mr Bhanot reckons that he will need Rs 20 lakh for his daughter's higher education 20 years later. He also wants to build a corpus of Rs 100 lakh for his retirement.

Prepare financial plan.

5. Sagar, age 24 unmarried is working as a software engineer in a multinational company with a annual income of Rs. 15 Lac. He is staying with parents in a rented house. He wants to build his career & has following goals :

Own house – Rs. 80 Lac, Marriage – Rs. 20 Lac, Car – Rs. 12 Lac,
children's education – Rs. 40 Lac

Prepare a financial plan for Sagar.

6. Rajiv, Age 30 has Rs.60000/- per month to invest. Suggest a financial plan based on following:-

Family of 3 (self, spouse, 1 child age 2)

Future goals - Own house, Insurance policies, Child's education, Retirement corpus

7. Rashmi, (age 27) an engineer while her husband, Rohan (age 30) is an executive with top multinational company with combined earning of Rs. 2.5 Lac per month. They are presently staying in a rented house in Mumbai suburbs. Their parents are staying in village & dependent on them.

Suggest a suitable financial plan for them.

8. Mr. Shah (38), Mrs. Shah (35) & 2 children Chetan (9), Chirag (6). Other details as follows:

Annual Income- 20 Lac, Expenses – 11 Lac

Goals : Children education – 40 Lac

Children Marriage – 30 Lac, Retirement Corpus – 1.75 Cr

Prepare financial plan.

9. Manoj, age 23 has just passed out from engineering college & joined a multinational company with annual package of Rs. 12 Lac. He is staying with parents who have their own house. He is having 1 elder brother & 1 younger sister. He has following goals :
- Own house – Rs. 80 Lac, Marriage – Rs. 20 Lac, children's education – Rs. 30 Lac, Retirement corpus - Rs. 2 Crore.

Prepare a financial plan.

10. Sarika age 26, unmarried is MBA & joined a corporate office of a private bank. Her annual income is Rs. 10 Lac & presently staying with parents. Her future goals are :-

Own house – Rs. 90 Lac, Marriage – Rs. 20 Lac, children's education – Rs. 20 Lac, Retirement Corpus – 2 Cr.

Prepare a financial plan.

Financial Plan Format:-

Sr.	Basic Details			Goal Amount			Savings Required	
	Goal Desc.	Priority	Year	Present Val.	Inflation	Future Val.	Monthly	Lumpsum
Short Term:								
Medium Term :								
Long Term:								