



K. Sambasivam

Avinashilingam Institute for Home Science and Higher Education for Women

(Deemed to be University Estd. u/s 3 of UGC Act 1956, Category 'A' by MHRD)
Re-accredited with 'A++' Grade by NAAC. Recognised by UGC Under Section 12B
Coimbatore - 641 043, Tamil Nadu, India

Bachelor's Degree Examination – November 2024

III Semester

Class: II UG

Major: Computer Applications / Computer Science/ Psychology

Time: 2 Hours

Max. Marks: 100

23BCOGE3 Introduction to Personal Finance

Course Objectives:

- CO1: To acquire the knowledge on financial planning and investment planning.
- CO2: To understand the concept of personal tax and insurance planning.
- CO3: To gain knowledge on retirement benefits planning.

Part A

Choose the Correct Answer

10 x 1 = 10

1. Investment is the CO2 K4
 - a. net additions made to the nation's capital stocks
 - b. persons commitment to buy a flat or house
 - c. employment of funds on assets to earn returns
 - d. Employment of funds on goods and services that are used in production process
2. Are financial assets. CO3 K2
 - a. bonds
 - b. Machines
 - c. Stocks
 - d. A & C
3. What is the purpose of saving money in personal finance? CO2 K2
 - a. To spend on luxury items and vacations
 - b. To build an emergency fund and achieve financial goals
 - c. To invest in high-risk assets
 - d. To donate to charity
4. Investment can be defined as CO3 K2
 - a. Person's dedication to purchasing a house or flat
 - b. Use of capital on assets to receive returns
 - c. Usage of money on a production process of products and services
 - d. Net additions made to the nation's capital stocks
5. What does estate planning involve in personal finance? CO3 K2
 - a. Creating a plan for buying real estate
 - b. Arranging for the distribution of assets after death
 - c. Setting aside funds for children's education
 - d. Planning for a vacation estate
6. What is the main objective of investing in personal finance? CO3 K2
 - a. To speculate on stock prices
 - b. To avoid paying taxes
 - c. To grow wealth over time
 - d. To increase credit card debt
7. What does personal finance refer to? CO1 K1
 - a. Management of an individual's financial resources
 - b. Management of a corporation's financial resources
 - c. Management of government finances
 - d. Management of charitable organization finances the concept of financial management is
8. Why is budgeting important in personal finance? CO1 K1
 - a. To track the stock market performance
 - b. To achieve financial goals and manage expenses
 - c. To invest in real estate
 - d. To speculate on cryptocurrency prices
9. What is the purpose of saving money in personal finance? CO2 K2
 - a. To spend on luxury items and vacations
 - b. To build an emergency fund and achieve financial goals
 - c. To invest in high-risk assets
 - d. To donate to charity
10. What is a key component of debt management in personal finance? CO2 K2
 - a. Accumulating credit card debt
 - b. Paying off debts on time and minimizing interest charges
 - c. Taking out multiple loans simultaneously
 - d. Ignoring debt and avoiding payment

5 x 6 = 30

Part B

Answer ALL questions

Each answer should not exceed 200 words or two pages

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|--|--------|
| 11. a. Classify the Retirement Planning.
(or) | CO1 K1 |
| 11.b. Enumerate the benefits of insurance. | CO1 K1 |
| 12. a. Explain about process in various assets class
(or) | CO2 K2 |
| 12.b. Describe the measurement of portfolio risk and return. | CO2 K2 |
| 13. a. Point out the objectives of International Investment avenues.
(or) | CO3 K2 |
| 13.b. Note on Gross Total Income. | CO3 K2 |
| 14. a. Explain about steps in financial planning.
(or) | CO2 K2 |
| 14.b. Describe the measurement of portfolio risk and return. | CO2 K2 |
| 15. a. Point out the objectives of investment.
(or) | CO3 K2 |
| 15.b. Note on Net banking and UPI. | CO3 K2 |

Part C

5 x 12 = 60

Answer ALL questions

Each answer should not exceed 300 words or four pages

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|---|--------|
| 16. a. Explain about Retirement Planning.
(or) | CO1 K1 |
| 16.b. Briefly explain about Investment Planning. | CO1 K1 |
| 17. a. What are the benefits of savings.
(or) | CO2 K2 |
| 17.b. Describe the Portfolio formation. | CO2 K2 |
| 18. a. What are the important of Insurance Planning.
(or) | CO3 K3 |
| 18.b. Characterize the New Pension schemes. | CO3 K3 |
| 19. a. What are the benefits of savings.
(or) | CO2 K2 |
| 19.b. Describe the elements in management of spending and financial discipline. | CO2 K2 |
| 20. a. How to avoid online frauds.
(or) | CO3 K3 |
| 20.b. Characterize the mutual fund schemes. | CO3 K3 |