Reg. No: 23BCA0270

VIT
Vellore Institute of Technology

Final Assessment Test – November 2024

Course: UHUM101L - Personal Finance

Class NBR(s): 4387/4876

Slot: C1+TC1

Time: Three Hours

Max. Marks: 100

➤ KEEPING MOBILE PHONE/ELECTRONIC DEVICES EVEN IN 'OFF' POSITION IS TREATED AS EXAM MALPRACTICE

➤ DON'T WRITE ANYTHING ON THE QUESTION PAPER

General Instructions: 1. Non Programmable calculator is permitted.
2. Draw the diagrams wherever required and label the axis properly.
3. Avoid bullet points.

Answer ALL Questions

(10 X 10 = 100 Marks)

1. What do you understand by Tax Deducted at Source (TDS), what is the role of tax filing in TDS. What are the advantages of TDS for a tax payer and the government?

2. What is credit score and how to measure it? Discuss the ways through which you can improve your credit score.

3. Explain the possible retirement planning options with respect to investment management, insurance planning and credit planning.

4. Distinguish between equity (stock) and fixed income securities.

5. Imagine, after your graduation, you have just landed in your first job with a salary of ₹ 40,000 p.m. Following the general financial planning process, write your own financial plan.

6. What do you understand by risk and return associated with investment? Elaborate the need of risk diversification.

7. Goal setting is central to financial decision making. Explain the goal setting guidelines.

8. Based on different stages in your life cycle (such as- young age, adulthood, you being a parent, retirement], discuss various insurance products that can meet your changing needs?

9.a) Explain four sector circular flow of income model with the help of a diagram.

OR

9.b) Discuss the various stages of a business cycle. How different stages of business cycle can affect your personal finance.

10.a) How savings at household level affect GDP?

OR

10.b) How inflation and rate of interest affect your personal finance matters such as borrowings, savings etc.?

⇔⇔⇔ BI/K/TX⇔⇔⇔