

Course Code	Course Title	L	T	P	C
BHUM225L	Personal Finance	3	0	0	3
Pre-requisite	NIL	Syllabus version			
		1.0			
Course Objectives					
1. To explain the aspects of financial planning like savings, investment, taxation, insurance & retirement planning and to develop necessary skills to become a successful financial planner 2. To impart knowledge on various investment instruments 3. To make the students understand the personal finance planning process with its elements					
Course Outcomes					
Upon successful completion of the course students will be able to 1. Describe outline the meaning and relevance of financial planning. 2. Identify the need for career planning and financial services. 3. Examine the concept of personal tax planning 4. Explain the concept of investment planning and its methods. 5. Analyze insurance planning and its relevance. 6. Demonstrate personal financial advisory skills.					
Module:1	Personal Finance Foundations	7 hours			
The financial planning process – setting goals-achieving goals. Time value of money and opportunity cost concepts. Economic Way of Thinking. Career Planning and Financial Planning - Career choice – opportunities – long term career development. Money management – personal financial records – asset and liability – budgeting.					
Module:2	Macroeconomic Environment	6 hours			
Economic growth – Household Savings – Circular Flow of Income - Business Cycles - Inflation – Interest rates - Banking and financial markets.					
Module:3	Tax Planning	6 hours			
Tax Planning - Income tax – Tax Slabs - Gross Income and Taxable Income – Eligible Deductions – HRA Calculations – HRA Exemptions - Tax Deducted at Source (TDS). Tax on property, wealth and earnings. Tax filing – PAN and TAN – Tax planning strategies. Capital Gains – Short Term and Long Term Capital Gains and Taxes.					
Module:4	Credit Planning	5 hours			
Credit Planning - Types of Credit – Home, Auto and Personal loans. Mortgage Loans – Reverse Mortgage Loans - Consumer Credit - Credit Cards - Purchasing decisions - Credit Score (CIBIL).					
Module:5	Insurance Planning	7 hours			
Need for Protection Planning - Risks of Mortality - Life Insurance - Term Insurance - Whole Life Insurance – Endowment Policy - Money Back Policy - Children Policies - Annuity Plans – Unit Linked Insurance Policies (ULIP). Health insurance - Cashless Facility - Exclusions-Add – ons. Motor Insurance – Liability Only Policy – Package Policy - Coverage and Exclusions. Travel Insurance - Property and General insurance - Insurance and Tax planning.					
Module:6	Investment Management	5 hours			

Investment plan - Process and Objectives - Risk and Return - Portfolio Risk and Return - Diversification. Factors influencing investment – asset allocation - source of information. Investing in stocks – short term vs long term – stock evaluation and analysis. Mutual funds and Systematic Investment Plans (SIP). Fixed income securities - real estate investments - Precious metals – alternate investments - Commodities - Various Savings Schemes.			
Module:7	Retirement Planning	7 hours	
Controlling Financial Future: Retirement planning – Financial analysis - Planning for retirement income. Pension Schemes - Estate planning – Will – Trust - Estates.			
Module:8	Contemporary Issues	2 hours	
		Total Lecture Hours	45 hours
Text Book(s)			
1.	Kapoor, J.R, Les R Dlabay, Robert J Hughes and M.M.Hart (2020), Personal Finance, McGraw Hill, Twelfth Edition.		
2.	Gitman, Joehnk, and Billingsley (2015), Personal Financial Planning, Cengage Learning, Thirteenth Edition.		
Reference Books			
1.	Thomas Garman and Raymond Fogue (2014), Personal Finance, South Western College, Publishing, 12 th Edition.		
2.	Arthur J. Keown (2019), Personal Finance, Pearson, 8 th Edition.		
3.	Jeff Madura (2020), Personal Finance, Pearson, 7 th Edition.		
Mode of Evaluation: CAT, Quiz, Assignment and FAT.			
Recommended by Board of Studies		23-02-2023	
Approved by Academic Council		No. 69	Date 16-03-2023