

24U394

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Name : .....

Reg. No : .....

**THIRD SEMESTER UG DEGREE EXAMINATION, NOVEMBER 2025**

(FYUGP)

**CC24UCOM3MN205 - PERSONAL FINANCIAL PLANNING**

(B.Com. - Minor Course)

(2024 Admission - Regular)

Time: 2.0 Hours

Maximum: 70 Marks

Credit: 4

**Part A** (Short answer questions)

Answer *all* questions. Each question carries 3 marks.

1. Identify the basic principles of effective investment planning. [Level:1] [CO1]
2. Discuss the importance of financial planning in an individual's life. [Level:2] [CO1]
3. Discuss the comparison between good debt and bad debt. [Level:2] [CO2]
4. Discuss how overspending can lead to a personal financial deficit. [Level:2] [CO2]
5. Discuss the concept of risk pooling in insurance. [Level:2] [CO3]
6. Discuss the need for insurance in personal financial planning. [Level:2] [CO1]
7. Identify the types of income tax exemptions available to individuals. [Level:1] [CO3]
8. Discuss how a reverse mortgage benefits senior citizens. [Level:2] [CO4]
9. Discuss the consequences of tax evasion in India. [Level:2] [CO4]
10. Discuss the term financial discipline with an example. [Level:2] [CO1]

**(Ceiling: 24 Marks)**

**Part B** (Paragraph questions/Problem)

Answer *all* questions. Each question carries 6 marks.

11. Discuss the importance of financial discipline in personal finance management. [Level:2] [CO1]
12. Discuss the concept of compounding and its benefits in long-term wealth creation. [Level:2] [CO1]
13. Explain the concept and working of EMI (Equated Monthly Installment). [Level:2] [CO2]
14. Explain the causes and consequences of personal financial deficit. [Level:2] [CO2]
15. Explain the concept of risk pooling in insurance and its significance. [Level:2] [CO3]

16. Discuss the significance of maintaining sufficient coverage under a life insurance policy. [Level:2] [CO3]
17. Discuss the features of pension plans available in India, focusing on NPS and APY. [Level:2] [CO4]
18. Discuss how reverse mortgages can be used as a financial planning tool for senior citizens in India. [Level:2] [CO4]

**(Ceiling: 36 Marks)**

**Part C (Essay questions)**

Answer any ***one*** question. The question carries 10 marks.

19. Discuss the concept of EMI and its role in managing big-ticket purchases. [Level:2] [CO2]
20. Explain in detail the concept of Unit Linked Insurance Plans (ULIPs) and how they serve both insurance and investment purposes. [Level:2] [CO3]

**(1 × 10 = 10 Marks)**

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