

24U259

(Pages: 2)

Name : .....

Reg. No : .....

**SECOND SEMESTER UG DEGREE EXAMINATION, APRIL 2025**

(FYUGP)

**CC24UCOM2MN105 - ESSENTIALS OF INVESTMENT**

(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. Describe the role of inflation in investment planning. [Level:2] [CO1]
2. Explain compounding and analyze its effect on investment growth. [Level:2] [CO1]
3. Discuss why systematic saving is essential for investment. [Level:2] [CO1]
4. Analyze the tax implications of investing in Gold ETFs in India. [Level:4] [CO2]
5. Discuss the benefits of investing in rental properties. [Level:2] [CO2]
6. Explain the characteristics of an Exchange-Traded Fund (ETF). [Level:2] [CO3]
7. Define a Fund's Expense Ratio and analyze its effect on returns. [Level:1] [CO3]
8. Define Lump Sum investment in Mutual Funds. [Level:1] [CO3]
9. Explain the role of a Discount Broker in stock trading. [Level:2] [CO4]
10. Describe how Online Brokers work. [Level:2] [CO4]

**(Ceiling: 24 Marks)**

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

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

11. Identify the savings schemes available for individuals. [Level:1] [CO1]
12. Explain the role of risk in investment. [Level:2] [CO1]
13. If a customer wants to save ₹ 10,000 per month for 5 years, which deposit scheme would you recommend and why? [Level:2] [CO2]
14. Compare Sukanya Samridhi Yojana (SSY) with National Savings Certificate (NSC) for tax savings. [Level:1] [CO2]
15. Discuss the role of SEBI in regulating mutual funds. [Level:2] [CO3]

16. Explain how you select mutual funds based on investment goals and risk profile. [Level:1] [CO3]
17. Describe what are the online trading platforms and explain how they function. [Level:2] [CO4]
18. Describe the process of opening a bank account. [Level:2] [CO4]
- (Ceiling: 36 Marks)**

**Part C** (Essay questions)

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

19. Discuss the advantages and disadvantages of investing in commercial real estate versus residential real estate, and assess which is more suitable for long-term capital appreciation. [Level:1] [CO2]
20. Explain the concept of margin trading in the stock market, and discuss the potential risks and rewards associated with it. [Level:2] [CO4]

**(1 × 10 = 10 Marks)**

\*\*\*\*\*