

Plot No. 2, Knowledge Park-III, Greater Noida (U.P.) – 201306

POST GRADUATE DIPLOMA IN MANAGEMENT (2021-22)
END TERM EXAMINATION (TERM - III)

Subject Name: **Personal Wealth Management**

Time: **02.30 hrs**

Sub. Code: **PGF-31**

Max Marks: **40**

Note:

All questions are compulsory. Section A carries 5 marks: 5 questions of 1 marks each, Section B carries 21 marks having 3 questions (with internal choice question in each) of 7 marks each and Section C carries 14 marks one Case Study having 2 questions of 7 marks each.

SECTION – A

Attempt all questions. All questions are compulsory.

1×5 = 5 Marks

Q. 1: (A). What is Mutual Fund? Distinguish between open ended and close ended funds.

Q. 1: (B). Explain personal financial planning at different stages of life.

Q. 1: (C). Define investment and its objectives.

Q. 1: (D). Discuss role of Behavioral and Emotional Biases for making investment in securities market.

Q. 1: (E). Discuss Estate Planning.

SECTION - B

All questions are compulsory (Each question has an internal choice. Attempt any one (either A or B) from the internal choice)

7 x 3 = 21 Marks

Q. 2: (A). Compare & Contrast Equity, Mutual Fund & Insurance as Investment Avenues.

Or

Q. 2: (B). Discuss Risk adjusted returns. Explain the implications of risk-adjusted return for the investor.

Q. 3: (A). Define risk profiling and process of optimal level of investment risk. Also explain the difference between risk profiling and asset allocation.

Or

Q. 3: (B). What is group insurance scheme? Discuss its characteristics and state how it is different from individual plan?

Q. 4: (A). Differentiate between long term and short term capital gain. Suggest investment opportunities to save capital gain tax.

Or

Q. 4: (B). state income tax slabs for individuals, senior citizens and super senior citizens as per current assessment year.

SECTION – C

Read the case and answer the questions

7×02 = 14 Marks

Q. 5: Case Study:

1. Rama calls for help

She & her husband both are doctors, working for a private hospital. They get a net pay of about Rs.30 ,000 and Rs.24 ,000 in their individual salary accounts. Though this seems to be a good amount of money, by the end of the month there is hardly anything left in any of the accounts. They are a family of 5 —themselves, their 2 -year -old son and her parents -in -law. Her in - laws manage the household. She & her husband are so busy that they hardly get any time to look after their household and finances. The problem is that for last three months, th e y have been having a payment overdue on their credit card and no money in any of accounts to pay the bills. She started to worry, how they are going to manage further. With their son growing up, the expenses are also increasing. Suggest them a simple and less time - consuming process to save.

2. Ravi asks

Hi! I am 21 years old. I have joined work in the IT sector six months back and earn Rs.25,000 per month salary (i.e., about Rs.12,000 take -home after deductions). Last six months that I received my salary, I almost spent everything —treating friends, buying gifts for my near and dear ones, buying myself some feel good stuff etc But my father, a bank manager, wants me to cut down on the spending and start saving. Save for what? My life looks cool now and I want to enjoy it fully. Does he set right goal/goals for his life?

Question Number	CLO	Marks Allocated
1	CO-1	5 marks
2	CO-4	7 marks
3	CO-2	7 marks
4	CO-4	7 marks
5	CO-3	14 marks