Roll No. | | | | | | | | | | | | | **Total No. of Pages : 03**

Total No. of Questions : 10

MBA (Sem.–4)

TAXATION & PERSONAL FINANCIAL PLANNING

Subject Code : MBA-916-18

M.Code : 77815

Date of Examination : 21-05-2025

Time : 3 Hrs. **Max. Marks : 60**

INSTRUCTIONS TO CANDIDATES :

1. **SECTION-A contains EIGHT questions carrying TWO marks each and students have to attempt ALL questions.**
2. **SECTION-B consists of FOUR Subsections : Units-I, II, III & IV. Each Subsection contains TWO questions each carrying EIGHT marks each and students have to attempt any ONE question from each Subsection.**
3. **SECTION-C is COMPULSORY and consist of ONE Question carrying TWELVE marks.**

SECTION-A

1. **Write short notes on the following:**

   a. What is NPS?

   b. Objectives of Investment.

   c. What is SIP?

   d. What is Demat?

   e. Define Indemnity.

   f. What is SEBI?

   g. What is ULIP?

   h. What is Sec 80C?

SECTION - B

UNIT - I

2. What is tax avoidance? Distinguish between 'Tax Planning', 'Tax Avoidance' and 'Tax Evasion'.

3. Discuss the advantages and significance of Tax Management in detail.

UNIT - II

4. Discuss the nature, scope and objectives of tax planning in detail.

5. Discuss the major types of exempted incomes in detail.

UNIT - III

6. Discuss the nature and significance of personal financial planning in detail.

7. What is the impact of time value of money on personal financial statements? Discuss with examples.

UNIT - IV

8. Discuss major tax saving instruments in detail.

9. Discuss the major types of debt instruments for personal investment in detail.

SECTION - C

10. **Case study**

    Read the following case study in detail and answer the questions:

    "You've probably learned over the years how challenging it is just for you to navigate the investment maze and make sound investing decisions. When you have to consider someone else, dealing with these issues becomes doubly hard given the typically different money personalities and emotions that come into play. Many good investing choices exist: You can invest in real estate, the stock market, mutual funds, exchange-traded funds or your own or some else's small business. Or you can pay down mortgage debt more quickly. What makes sense for you depends on your goals as well as your personal preferences. If you detest risk-taking and volatile investments, paying down your mortgage, as recommended, may make better sense than investing in the stock market. To determine your general investment tastes, think about how you would deal with an investment that plunges 20 percent, 40 percent or more in a few years or less. Some aggressive investments can fall fast. You shouldn't go into the stock market, real estate or small-business investment arena if such a drop is likely to cause you to sell low or make you a miserable, anxious wreck. If you haven't tried riskier investments yet, you may want to experiment a bit to see how you feel with your money invested in them. A simple way to "mask" the risk of volatile investments is to diversify your portfolio — that is, to put your money into different investments. Not watching prices too closely helps, too — that's one of the reasons real estate investors are less likely to bail out when the market declines. Stock market investors, unfortunately from my perspective, can get daily and even minute-by- minute price updates. Add that fact to the quick phone call or click of your computer mouse that it takes to dump a stock in a flash, and you have all the ingredients for short-sighted investing — and potential financial disaster."

Questions:

a) Summarize the whole case in your own simple words.

b) What is masking as per the case?

c) Why stock market is not a good option as per the case?

d) If you are a risk-averse investor, where should you invest?

NOTE : Disclosure of Identity by writing Mobile No. or Marking of passing request on any paper of Answer Sheet will lead to UMC against the Student.