

Reg. No.: .....



Name: .....

**University of Kerala**

U9287

Second Semester FYUGP Degree Examination, April 2025

Multi-Disciplinary course

**COMMERCE**

**UK2MDCCOM100 - Personal Financial Planning**

Academic Level: 100-199

**Time: 1 Hour 30 Minutes(90 Mins.)**

**Max. Marks: 42**

**Part A. 6 Marks.Time:6 Minutes.(Cognitive Level:Remember(RE)/Understand(UN)) Objective Type. 1 Mark Each.Answer all questions**

Qn No.	Question	CL	CO
1	Identify the investment option that offers fixed-income.  Options : A)Stocks B)Mutual funds C)Bonds D)Real estate	RE	3
2	Which insurance principle is associated with the term uberrima fidei?  Options : A)Principle of indemnity B)Principle of Causa Proxima C)Principle of Contribution D)Principle of Utmost Good Faith	RE	4
3	High credit score benefits a borrower  Options : A)Increases loan interest rates B)Allows unlimited borrowing without restrictions C)Removes need for collateral security D)Increases chance of loan approval at lower interest rates	UN	2
4	What is the purpose of Emergency fund in financial planning ?  Options : A)To be used for luxury expenses B)To provide financial security in case of unexpected expenses C)To be invested in high-risk assets for quick returns D)To reduce monthly expenses	UN	2
5	Both the parties of insurance must disclose all the material facts relevant to the contract is the principle of.....	UN	4

Qn No.	Question	CL	CO
	Options : A)Utmost good faith B)insurable interest C)Contribution D)causa proxima		
6	Which among the following is NOT a type of mutual fund?  Options : A)Equity Fund B)Debt Fund C)Fixed Deposit Fund D)Hybrid Fund	UN	3

**Part B.8 Marks.Time:24 Minutes.(Cognitive Level:Understand(UN)/Apply(AP))Short Answer. 2 marks each.Answer all questions**

Qn No.	Question	CL	CO
7	Explain the need for maintaining credit score?	UN	2
8	Explain the importance of financial planning.	UN	1
9	Explain the need and requirement of life insurance?	AP	1
10	Describe briefly the role of an emergency fund in an individual's financial planning.	AP	3

**Part C. 28 Marks.Time:60 Minutes (Cognitive Level:Apply(AP)/Analyse(AN)/Evaluate(EV)/Create(CR)) Long Answer.7 marks each.Answer all 4 Questions choosing among options \* within each question**

Qn No.	Question	CL	CO
11	A)  Explain the different types of risk in financial planning.  OR B)  Examine the role of health insurance in protecting individuals from financial stress during medical emergencies. Explain the types of health insurance plans available and their key features.	AP	4, 4
12	A)  Compare and contrast fixed and variable expenses in budgeting. How can effective budgeting improve financial stability?  OR B)  Analyse the various factors to be considered before borrowing.	AN	2, 2

Qn No.	Question	CL	CO
13	<p>A) As an investor you have multiple options to grow your money. Evaluate the various types of investment avenues available to investors</p> <p>OR</p> <p>B) Distinguish common investment instruments and fixed-income instruments</p>	EV	3, 3
14	<p>A) Analyze the basic need for insurance for an individual.</p> <p>OR</p> <p>B) Create a comprehensive insurance plan for a businessman.</p>	CR	4, 3