BFM DEGREE (CBCS) REGULAR EXAMINATIONS, MARCH 2024

Sixth Semester

BACHELOR OF FINANCIAL MARKETS

CORE COURSE - FM6CRT24 - FINANCIAL PLANNING

2020 Admission Only

E1570DC2

Time: 3 Hours   Max. Marks : 80

Part A

*Answer any **ten** questions.*

*Each question carries **2** marks.*

1. Explain the term 'advisory services'.

2. Explain Investment Planning and Asset Allocation.

3. Explain cash outflow.

4. Explain the need of insurance planning.

5. With examples, explain the term philanthropy.

6. Why is 'Asset Allocation' done ?

7. Explain the term 'Precious Metals'.

8. Explain the concept of 'Asset Allocation Linked to Life Cycle Stages'.

9. Write a note on Defined Contribution (DC) plans.

10. Explain Monthly income plans (MIPs)

11. Mnetion the features of trust.

12. What do you mean by joint holding ?

(10×2=20)

Part B

*Answer any **six** questions.*

*Each question carries **5** marks.*

13. What is the role of a financial planner? What are some common mistakes people make when choosing a financial planner?

14. Compare 'Long term debt' with 'Short term debt'.

15. Explain the significance of 'evaluation of clients financial status'.

16. What are some common financial planning mistakes?

17. Compare investments for liquidity and investments for financial goals.

18. Explain the steps in Prioritizing Financial Goals.

19. How retirement corpus is estimated? What are the different steps involved in it?

20. Explain the elements of estate planning.

21. Explain the steps to create a will.

(6×5=30)

Part C

*Answer any **two** questions.*

*Each question carries **15** marks.*

22. Elaborate in detail, the three main asset classes along with their characteristics and uses.

23. Suggest model portfolios for conservative, moderate and aggressive investors.

24. Compare and explain the investment products in the 'accumulation stage' and 'distribution stage' of retirement planning.

25. Explain power of attorney. Explain its uses and types.

(2×15=30)