2024

(December)

FYUP : 3rd Semester Examination

MULTIDISCIPLINARY COURSE

(Financial Literacy)

MDC–212

Marks : 56

Time : 2 hours 30 mins

The figures in the margin indicate full marks for the questions

PART—A

(Short answer-type questions)

Answer any *four* questions : 4×4=16

1. Why is it important to be financially literate?

2. How is fixed deposit account different from savings account?

3. How does risk and return principle of investment affect investment decisions?

4. Explain the concepts of 'Demat account' and 'Trading account'.

5. What are the benefits of PPF?

6. Write a note on 'Senior Citizen Savings Scheme'.

PART—B

(Descriptive answer-type questions)

Answer any *four* questions : 10×4=40

7. (a) Explain budgeting and savings and investment as the components of financial literacy. 3+3=6

(b) How is current account useful for a businessman? 4

8. (a) Define the following : 2×3=6

(i) PAN

(ii) KYC

(iii) PRAN (NPS)

(b) Enumerate the benefits of e-payment gateways. 4

9. (a) What is mutual fund? How does a mutual fund help in diversifying an investment portfolio? 2+4=6

(b) Distinguish between Life Insurance and General Insurance. 4

10. (a) "Life Insurance involves protection as well as investment." Explain. 4

(b) What is Unit Linked Insurance Plan (ULIP)? How does ULIP combine insurance with investment? 2+4=6

11. (a) How is Kisan Vikas Patra similar to and different from National Savings Certificate? 3+3=6

(b) Explain the concept of 'tax liability'. 4

12. (a) What is cash budget? How does it help in managing a family finances? 2+4=6

(b) Write a note on 'Sukanya Samriddhi Yojana Account'. 4

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