

**GUJARAT TECHNOLOGICAL UNIVERSITY**  
**MBA – SEMESTER –IV-EXAMINATION – WINTER-2022**

**Subject Code: 4549284****Date: 13/12/2022****Subject Name: Financial Planning and Taxation****Time: 10:30 AM to 01:30 PM****Total Marks: 70****Instructions:**

1. Attempt all questions.
2. Make suitable assumptions wherever necessary.
3. Figures to the right indicate full marks.

Q. No.		Marks
<b>Q.1</b>	<b>Define the following:</b> (a) Housing Rent Allowance (HRA) (b) Hindu Undivided Family (HUF) (c) Estate Planning (d) Book Value (e) Net Asset Value (NAV) (f) Systematic Transfer Plan (STP) (g) Gratuity	<b>14</b>
<b>Q.2</b>	(a) “A comprehensive financial plan can enhance the quality of your life and increase your satisfaction by reducing uncertainty about your future needs and resources”. Discuss the major advantages of personal financial planning in light of the statement given.	<b>07</b>
	(b) Discuss long term, Intermediate and short-term financial goals and its importance in financial planning.	<b>07</b>
	<b>OR</b>	
	(b) Explain the financial aspects of employment one should consider while seeking a job.	<b>07</b>
<b>Q.3</b>	(a) Discuss life cycle approach to financial planning.	<b>07</b>
	(b) Define and differentiate Employee provident fund (EPF) from Public Provident Fund (PPF)	<b>07</b>
	<b>OR</b>	
<b>Q.3</b>	(a) What factors to be considered while asset allocation? Discuss.	<b>07</b>
	(b) Briefly explain the major pre-retirement savings schemes as well as post-retirement investment schemes available to Indian individuals.	<b>07</b>
<b>Q.4</b>	(a) What is the income tax slab? Describe the income tax slabs for salaried individual under old and new regime with the details of tax rates applicable.	<b>07</b>
	(b) Write a short note Health Insurance.	<b>07</b>

OR

- Q.4 (a) Write a short note on Mutual Funds 07  
(b) What is National Pension Scheme & Atal Pension Yojna? Discuss the importance of both schemes and tax benefits available under section 80CCD. 07

Q.5 Case Study:

Jay and Anila are both 28 years old. They have been married for three years, and they have a son who is almost two. They expect their second child in a few months. Jay is a manager in a local bank. He has just received a Rs. 4000 increments in his monthly salary. His income is Rs. 50,000 a month. When Jeff received his raise, he decided that part of it should be used to add to his family's protection. Jay and Anila talked to their insurance agent, who reviewed the insurance Jay obtained through his job. Under Social Security, they also had some basic protection against the loss of Jay's income if he became totally disabled or if he died before the children were 18.

But most of this protection was only basic, a kind of floor for Jay and Anila to build on. For example, monthly Social Security payments to Anila would be approximately Rs. 20,000 if Jay died leaving two children under age 18. Yet the family's total expenses would soon be higher after the birth of the second baby.

Although the family's expenses would be lowered if Jay died, they would be at least Rs. 30,000 a month more than Social Security would provide.

- (a) What type of policy would you suggest for Jay and Anila? Why? 07  
(b) In your opinion do Jay and Anila need additional insurance? Why or why not? 07

OR

- Q.5 (a) What is the importance of life insurance for young married couple described in the case? Explain the benefits. 07  
(b) What factors Jay and Anila should consider before buying life insurance? Discuss 07

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