

P. P. SAVANI UNIVERSITY

First Semester of B.COM Examination

February-2021

SMBC1020-WEALTH MANAGEMENT-1

27.02.2021, Saturday

Time: 10:00 a.m. to 12:30 p.m.

Maximum Marks: 60

Instructions:

1. The question paper comprises of two sections.
2. Section I and II must be attempted in separate answer sheets.
3. Make suitable assumptions and draw neat figures wherever required.
4. Use of scientific calculator is allowed.

SECTION - I

Q - 1 MCQ/Short Question/Fill in the Blanks (Any Five)

[05]

- (i) Decreasing the price of all products is known as
A. Inflation B. Deflation C. Recession D. None of above
- (ii) From the following which class of Asset have low liquidity
A. Equity B. Debt C. Gold D. Real Estate
- (iii) Raj invested 10000 In SBI Bonds for 5 years @ 8%. Here who is the investor?
A. Raj B. SBI bond C. 5 Year D. SBI
- (iv) For medical emergencies we have the following insurance.
A. Life Insurance B. Fire Insurance C. Health Insurance. D. None of above
- (v) For Accidental death, we have the following insurance.
A. Life Insurance B. Fire Insurance C. Health Insurance. D. None of above
- (vi) SWP+SIP=?
A. STP B. PPF C. Both A and B D. None of above
- (vii) Mutual funds to be governed by
A. SEBI B. BSE C. NSE D. None of above

Q - 2 (a) Explain Mutual Funds. And also explain its advantages.

[05]

Q - 2 (b) Write the difference between Saving and investment.

[05]

OR

Q - 2 (a) Define Return. Explain the different ways to calculate Return.

[05]

Q - 2 (b) Explain the source of Money for company or business.

[05]

Q - 3 (a) Define Primary market. Explain the Functions of primary market.

[05]

Q - 3 (b) Explain The types of Issue in detail.

[05]

OR

Q - 3 (a) Explain the process of investment step by step.

[05]

Q - 3 (b) Define Investment. Explain the characteristics of investment.

[05]

Q - 4 Write the difference between investment, Speculation and Gambling.

[05]

SECTION - II

Q - 1 Short Question (Any Five)

[05]

- (i) ABC Ltd. Has a net income of R10 Lakhs. Their preferred stock dividends are R 2.5 Lakhs and outstanding common shares are R 5 Lakhs. Find EPS (Earning per share)
- (ii) The current market price of the stock of ABC Ltd. is R 90 and its Earning per share are R 9. Find P/E Ratio.
- (iii) Company ABC had a net income of R20 Lacs and paid out R2 lacs as dividends During the last year. What is the DPR of company ABC?
- (iv) Who is Borrowers? Give some examples of Borrowers.
- (v) Arkit Invested Rs.10,000 at the rate 4% (Simple interest) for 3 year. Calculate the amount received by Arkit with principal amount after 3 year.
- (vi) Dhvani invested Rs.5000 at the rate 3% (Compound Interest) for 2 year. Calculate the amount of interest after 2 years.
- (vii) Define Saving and Investment.

Q - 2 (a) Types of Preference shares.

[05]

Q - 2 (b) Explain Mutual Fund with Concept, Role, Benefits and Risk in Mutual fund.

[05]

OR

Q - 2 (a) Write the benefits from investing in Equity.

[05]

Q - 2 (b) What is PPF? How to open a PPF account.

[05]

Q - 3 (a) Explain the Feather of Real Estate.

[05]

Q - 3 (b) Explain Merits and Demerits of investing in Gold.

[05]

OR

Q - 3 (a) Explain Advantages of Investment in Real Estate.

[05]

Q - 3 (b) Explain the categories of Venture Capital Funding.

[05]

Q - 4 Describe the Advantages of Mutual Funds.

[05]

.....ALL THE BEST
