

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION MAY 2023
(Sixth Semester)

Branch – COMMERCE (ACCOUNTING & FINANCE)

PERSONAL INVESTMENT MANAGEMENT

Time: Three Hours

Maximum: 75 Marks

SECTION-A (10 Marks)

Answer ALL questions

ALL questions carry EQUAL marks

(10 x 1 = 10)

1. Employment of funds with the aim of achieving additional income is known as
(i) Investment (ii) Speculation
(iii) Gambling (iv) Biting
2. Which of the following risk cover the risk of market, interest rate risk and purchasing power risk?
(i) Systematic risk (ii) Unsystematic risk
(iii) Financial risk (iv) Business risk
3. Which of the following would be considered as risk free investment?
(i) Gold and gold bonds (ii) Equity share in Non-listed companies
(iii) Mutual Funds (iv) Post office saving certificate
4. Investors agree to invest in high-risk investment if only
(i) There are any true speculation
(ii) The predicted return is satisfactory for taking risk
(iii) here are no safe options except for holding cash
(iv) The return is short
5. Investments would score high if there is a protection to
(i) Real estate (ii) Preferred stock
(iii) Government bonds (iv) Common stock
6. Which of the following statements is calid for mutual funds in Indian?
(i) Entry load is allowed (ii) Exit load is not allowed
(iii) Exit load is allowed in some cases (iv) Entry load is not allowed
7. Who regulates the commodity derivates market in India?
(i) RBI (ii) IRDAI
(iii) PFRDA (iv) SEBI
8. When was the first organized future market established in India?
(i) 1875 (ii) 1867
(iii) 1874 (iv) 1990
9. Using the loopholes of law to reduce tax is known as
(i) Tax evasion (ii) Tax planning
(iii) Tax avoidance (iv) Tax management
10. Reducing tax liability, utilizing the deductions, exemptions allowed in the act and rules is called as
(i) Tax evasion (ii) Tax planning
(iii) Tax avoidance (iv) Tax management

SECTION - B (35 Marks)

Answer ALL Questions

ALL Questions Carry EQUAL Marks (5 x 7 = 35)

11. a. Write a brief note about the importance of asset allocation and investment.
OR
b. Discuss about the factors that reduce the investment risk.

Cont...

12. a. Describe the benefits in investment in government securities.
OR
b. Write a brief note on postal insurance schemes.
13. a. Differentiate between shares and stock.
OR
b. Discuss about the pros and cons of investing in mutual fund.
14. a. Discuss about the risk and return of investing in commodity market.
OR
b. Write a brief note about the commodity exchange.
15. a. Summarize the need for tax planning.
OR
b. Write a short note on tax evasion and tax avoidance.

SECTION - C (30 Marks)

Answer any **THREE** Questions

ALL Questions Carry **EQUAL** Marks (3 x 10 = 30)

16. Elaborate the factors to be considered while making the choice of investment.
17. Discuss about the post office savings and its benefits.
18. Outline about the different kinds of brokers.
19. Highlight about the types of commodities.
20. Enumerate the tax saving options.

Z-Z-Z

END