

**GUJARAT TECHNOLOGICAL UNIVERSITY****MBA - SEMESTER– III EXAMINATION – WINTER 2019****Subject Code: 3539286****Date:02-12-2019****Subject Name: Management of Financial Planning****Time: 10:30 AM TO 1.30 PM****Total Marks: 70****Instructions:**

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

<b>Q. No.</b>	<b>Question Text and Description</b>	<b>Marks</b>
<b>Q.1</b>	Explain the following in short. (a) Take home pay (b) Tax Liability (c) Mutual Funds (d) Career Advancement (e) Risk and Return (f) List down the reasons for buying the Real Estate. (g) Individual Wills	<b>14</b>
<b>Q.2</b>	(a) What is Financial Planning? Discuss various steps of it in detail.	<b>07</b>
	(b) Tax liability is major concerned for fix income earner. Prepare the tax liability statement for a fix income earner by taking the hypothetical example.	<b>07</b>
	<b>OR</b>	
	(b) If you are a salaried person and making personal financial planning for your future. What factors will influence to that task?	<b>07</b>
<b>Q.3</b>	(a) Why corporate should issue the common stocks and why investors should purchase the common stocks.	<b>07</b>
	(b) Retirement Expenses and Retirement Income are two major concerns for a person who is near to retirement. Discuss these two major concerns in detail.	<b>07</b>
	<b>OR</b>	
<b>Q.3</b>	(a) Discuss various factors affecting the choice of Investment.	<b>07</b>
	(b) Estate Planning is very smart task of Financial Planning. Discuss various advantages of proper estate planning along with Will and Power of Attorney.	<b>07</b>
<b>Q.4</b>	(a) Discuss various advantages and disadvantages of investing in real estate.	<b>07</b>
	(b) Budget is very effective tool to manage the income and expenses in everybody's life. Discuss some important qualities of Budget.	<b>07</b>
	<b>OR</b>	
<b>Q.4</b>	(a) Why do corporate issue bonds? Discuss various types of bonds.	<b>07</b>
	(b) Choice of investment avenues vary from person to person. Discuss	<b>07</b>

**Q.5**

some long term and short term investment avenue in detail.  
**Read the following Case and Answer the Questions.**

### **Economic uncertainty and Cyber Job Hunting**

Lower consumer spending, high level corporate mismanagement, over speculation in technology companies, political instability in many areas of the world.

These factors and others resulted in higher levels of unemployment. Uncertainty of employment in many sectors of the economy also credited financial turmoil in many household.

Matt Khan has worked for Collins Technology since finishing college. His professional growth in the organization was impressive. Matt developed new system to reduce costs and also trained new managers in his division. He also was a product development team leader working with people from manufacturing, sales, finance and human resources.

However, the stability of Matt's position has changed as new quality control software took over some of the tasks that he supervised. As several of the other managers were let go or reassigned to other locations, Matt realized that his future was uncertain. When faced with the possibility of a job loss, financial advisers recommended various actions:

- Increase savings to have money in an emergency fund.
- Make plans for continuation of health care coverage.
- Reduce the use of credit.

When Matt decided to look for new employment opportunities, he realized that this job search would be different than seven years ago. While networking is still important, e-networking using e-mail and online bulletin boards will be crucial. While his resume may be distributed by traditional mail, Matt will also need to have scannable, plain text and e-mail version of his resume.

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|-----|--|-----------|
| (a) | What action could Matt take to ensure future employment potential? | <b>07</b> |
| (b) | Discuss various stages of career planning and advancement          | <b>07</b> |

**OR**

- |            |   |           |
|------------|---|-----------|
| <b>Q.5</b> | (a) What would you recommend to Matt to minimize his financial difficulties while in transition between jobs? | <b>07</b> |
|            | (b) What factors are influencing career planning now and in future?   | <b>07</b> |

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