

Program/Sem: T.Y.B.M.S – Sem - V

Course: WEALTH MANAGEMENT

Program Code: 2M00155

Course Code: 46009

Duration: 2 ½ Hour

07 NOV 2025

Max. Marks: 75

Instructions:

1. All questions are compulsory.
2. Figures to the right indicate full marks.
3. Draw neat diagrams wherever necessary.

**Q. 1 Attempt the following.**

**A. Fill in the blanks with an appropriate answer from the alternatives given.(Any 8) [08]**

- i). A relationship of trust and confidence between the wealth manager and the client only builds up when there is an understanding between both of them to keep the information \_\_\_\_\_.  
(a) Public (b) Confidential  
(c) Influential (d) Active
- ii). \_\_\_\_\_ your financial plan will help you to track your progress towards meeting your goals.  
(a) Reviewing (b) Assisting  
(c) Implementing (d) Assessing
- iii). A \_\_\_\_\_ is a document which contains the terms and conditions of the contract of insurance.  
(a) Coverage policy (b) Insurance policy  
(c) Commercial policy (d) Breach contract
- iv). Interest rate risk applies to \_\_\_\_\_ investments such as bonds.  
(a) Equity (b) Debt  
(c) Private (d) Public
- v). \_\_\_\_\_ include cash & cash equivalent, debtors, stock, advances and other assets that can be converted into cash within one year.  
(a) Current assets (b) Current liabilities  
(c) Net assets (d) Net liabilities
- vi). \_\_\_\_\_ is a major source of revenue for the government.  
(a) Tax (b) Fines  
(c) Penalties (d) Investment
- vii). \_\_\_\_\_ is provided to reduce the impact of inflation.

- (a) Medical allowance                      (b) Dearness allowance
  - (c) Tribal allowance                      (d) Lunch allowance
- viii) When an individual makes an investment in the \_\_\_\_\_, it will make payments to the investor on a future date or series of dates.
- (a) Mutual fund                      (b) Debt fund
  - (c) Annuity                      (d) Unit fund
- ix) HRA varies from \_\_\_\_\_ for metropolitan cities to 30-40% for Class A and Class B cities.
- (a) 60%                      (b) 70%
  - (c) 50%                      (d) 80%
- x). The \_\_\_\_\_ is a liquidity ratio that measures a company's ability to pay short term and long term obligation.
- (a) Debt ratio                      (b) Asset liability ratio
  - (c) Current ratio                      (d) Profitability ratio

**B. True or False: (Any 7)**

**[07]**

- i). The finance act of each financial year specifies the rates for deduction of tax at source.
- ii). The principle states that the insured must take all the necessary steps to maximise the losses to insured assets.
- iii). Investment management considers a proposal, program or project from the viewpoint of the investor.
- iv). Budgeting gives you a great overview of your account and helps you maintain a saving limit.
- v). Wealth managers also file the income tax returns for their clients.
- vi). The goal of annuities is to provide a steady stream of income during employment.
- vii). Reverse mortgage is an option given to senior citizens for a regular source of income.
- viii) Pension plans are provided by insurance companies as well as mutual funds.
- ix). An AOP with a registered partnership deed is called a firm.
- x). The insurance provides capital to the society.

Q. 2

**Attempt either A or B.**

- A. Mr. Suresh submits the following information in respect of Assessment year 2025- **[15]**

26. Calculate his net income and show losses to be carried forward.

Particulars	Rs.
Income from salary	1,40,000
Income from house property:	
House I	55,000
House II	(30,000)
House III	25,000
Income from business:	
Business I (non-speculative)	94,000
Business II (non-speculative)	(10,000)
Income from capital gain:	
Long term capital gain	80,000
Income from other sources	
Interest on debentures	2,000
Lottery prize	10,000
Interest on fixed deposit	5,000

You are also informed that:

1. He spend Rs. 500 on collection charges toward interest on debentures allowed to be deducted as an expenditure u/s 57.
2. He has brought forward business loss of 2021-22 of Rs. 15,000.
3. He also has brought forward long term capital loss of 2019-20 of Rs. 20,000.

OR

- B. a) Mr. Ram is 45 years old. His annual salary is Rs. 7,50,000.

[08]

His expenses include:

Household expenses Rs.1,00,000

Other expenses Rs. 30,000

Tax liability Rs. 1,20,000

Insurance Rs. 15,000

It is also expected that he will retire at the age of 60, if it is assumed 10% discount rate. Calculate Human life value.

- b) Sukhdev purchased 200 shares of Akash Ltd @ Rs. 510 each on 1/01/2022. He paid Rs. 3000 as brokerage at that time. The company paid the following dividends:

[07]

Year	Dividend (Rs.)
2022	5,000
2023	9,000
2024	7,000

He sold all his holding on 31/12/2024 at Rs. 870 per share. He paid Rs. 5000 as

brokerage at that time. Calculate holding period return and annualized return.

**Q. 3 Attempt either A or B.**

- A.** Following is the balance sheet of Nirmal Textiles Ltd. as on 31<sup>st</sup> March 2024: [15]

Liabilities	Rs.	Assets	Rs.
Equity share capital (Rs. 10 each)	6,00,000	Land and building	6,00,000
Reserve and surplus	4,00,000	Plant and machinery	5,00,000
8% debentures	5,00,000	Stock	2,60,000
Creditors	2,00,000	Debtors	3,00,000
Proposed dividend	60,000	Cash and bank	1,00,000
	17,60,000		17,60,000

Additional information:

1. Cost of goods sold Rs. 9,00,000.
2. Sales Rs. 15,00,000.
3. Net profit after tax Rs. 3,60,000
4. Market price per share Rs. 600

Calculate the following ratio:

- a. EPS
- b. Debt equity ratio
- c. Current ratio
- d. Net profit ratio
- e. Gross profit ratio

**OR**

- B.** a) Explain the scope of wealth management. [08]  
b) Explain the principles of insurance. [07]

**Q. 4 Attempt either A or B.**

- A.** Mr. Raj acquired a residential property for Rs. 3,50,000 on 1<sup>st</sup> October 1993. Fair market value as on 1-04-1991 was Rs. 10,50,000. [15]

Cost of improvement are as follows:

2009-10	Rs. 1,30,000
2014-15	Rs. 3,00,000
2016-17	Rs. 6,50,000

He sold residential property on 15-07-2024 for Rs. 1,50,00,000. Expenses on transfer amounted to Rs. 1,50,000.

He acquired new residential house for Rs. 45,00,000 on 20-02-2025.

Relevant cost inflation indices are as follows:

2001-02	100
2009-10	148
2014-15	240
2016-17	264
2024-25	363

Compute the capital gain for the previous year 2024-25.

**OR**

- B. a) Mr. Gaurav (32 years old), 90% physically handicapped person and production manager of L & T Ltd. provides you the following information for the year ended 31<sup>st</sup> March 2024. [08]

Particulars	Rs.
Income from salary	5,60,000
Income from house property	2,20,000
Following are the detail of other income by his during the year	
Interest on NSC	25,000
Interest on PPF	15,000
Dividend from Pvt. Company	10,000
Interest on private loan to friends	50,000

Compute net taxable income of Mr. Gaurav for financial year 2023-24.

- b) Mr. Raman is an assessee whose estimated tax liability is Rs. 25,00,000 and TDS paid is Rs. 2,20,000 during the previous year. Calculate advance tax payable on the respective due dates for PY 2024-25. [07]

**Q. 5 Attempt either (A and B) or C.**

- A. Explain the types of will. [08]  
 B. Define investment planning and state the types of investment risks. [07]

**OR**

- C. Short Note: (Any 3) (5 marks each) [15]  
 a) Health insurance  
 b) Ratio analysis  
 c) Functions of insurance  
 d) TDS  
 e) Capital gain

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