

Program/Sem: T.Y.B.M.S – Sem - V

**Course: WEALTH MANAGEMENT**

Program Code: 2M00155

Course Code: 46009

Duration: 2 ½ Hour

27 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.

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

[97]

- 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<br>(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 him 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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