

MCQ

(Bold = Correct Answer)

1. TDS is made by banks if interest on bank deposits exceeds_____ p.a.

- (a) 10000 **(b) 40000** (c) 5000 (d) 15000

2. Long term capital loss can be set-off against_____.

- (a) Short term gain (b) salary **(c) Long term gain** (d) Other sources income

3. Sec. 70 provides for setting off loss from one source against income from another source under same.

- (a) Salary **(b) heads of income** (c) house property (d) other sources

4. A_____ is an evaluation of an individual or organization's willingness to take risks & threats to which an organization is exposed.

- (a) Risk Taker **(b) Risk Profile** (c) promoter (d) Return

5. Cash equivalent includes_____.

- (a) Stock (b) Debtors (c) Furniture **(d) bank**

6. The goal of wealth management is to sustain and grow wealth._____.

- (a) Long term** (b) Short Term (c) mixed Term (d) Low time

7. India banned the entry load (commission) on mutual funds_____.

- (a) RBI **(b) SEBI** (c) RBI (d) HDFC

8.. An rate is often expressed as an annual percentage of the principal_____.

- (a) Loan (b) Annual **(c) Interest** (d) Percentages

9.. A bank deposit of * 25,000 will earn an interest of at the end of one year, if it earns 10% pa compounded half yearly FVIF (5%, 2) 1.1025.

- (a)16000 (b) 14000 (c) 13000 **(d)2562.5**

10. Basic liquidity ratio is_____.

- (a) **QA /QL** (b) CA/CL (c) FA/LA **(d) Stock / working capital**

11. Hansika deposited 10,000 in bank FD for 5 years @ 9%. Maturity amount is FVIF (9%, 5) is 1.5386.___

- (a) 15386** (b) 16000 (c) 10000 (d) 10500

12. _____--Considers NAV on two dates at the beginning and end of the holding period.
- (a) **Absolute return** (b) Actual return (c) Normal return (d) expected return
13. Present value of 2000 to be received 10 years later discounted at 8% is PVIF (8%, 10) is 0.4632,
- (a)16000 (b) **926.38** (c) 13000 (d)2562.5
14. Yield curve refers to_____,
- (a) Line that plots dividend rates (b) Line rate (c) **Line that plots Interest rates** (d) Flat rates
15. When developing your goals, S signifies in Smart_____,
- (a) Normal (b) **Specific** (c) General (d) expected
- 16._____. Is the ability to understand how money works in the world?
- (a) **Financial Literacy** (b) Accounting (c) Normal Literacy (d) General knowledge
17. A Wealth Manager should act as an_____ and not as a Salesman.
- (a) Suggestion (b) **advisor** (c) Reporting (d) Auditing
18. _____Focus on investing the customer's money majorly in shares and IPO which are equity market products.
- (a) Commission Firms (b) **Brokerage Firms** (c) Accounting firm (d) CA Firm
19. HNWI stands for_____,
- (a) **High Net worth Individuals** (b) High no worth Individuals (c) High Net work Individuals (d) None
20. The goal of wealth management is to sustain and grow_____ wealth
- (a)short term (b) average term (c) **long term** (d) Auditing
- 21._____ is a person on whom another person has placed the utmost trust and confidence to manage and protect property or money.
- (a) **Fiduciary** (b) advisor (c) Reporter (d) Auditor
22. Execution of a_____ requires discipline and perseverance.
- (a)Financial (b) budgeting (c) **financial Planning** (d) financial advisor
23. _____ is the ability to understand how money works in the world.

(a) **Financial Literacy** (b) Accounting (c) Normal Literacy (d) General knowledge

24._____ refers to a line that plots invest rates.

(a) Line that plots dividend rates (b) Line rate (c) Line that plots Interest rates (d) **yield curve**

25._____ consists of external factors in a business market that can influence a business.

(a) **Economic environment** (b) employee (c) manager (d) Suppliers

26._____ refers to the annual return on an investment.

(a) Dividend rates (b) Line rate (c) Interest rates (d) **yield**

27. The yield curve is ..._____when yields of all maturities are close to one to another.

(a) **Flat** (b) horizontal (c) vertical (d) straight

28._____. Sector plays a significant role in our daily lives

(a) **Bank** (b) hospital (c) **insurance** (d) office

29._____ considers Human Capital or income potential.

(a) Company value (b) Firm Value (c) Market value (d) **Human Life Value**

30. Medical Insurance premium provide tax exemption under section_____ of Income tax

(a) 80A (b) 80B (c) 80C (d) **80D**

31. The amount paid towards medical insurance premium for self / spouse children provides tax exemption under Section 80D for a maximum of_____.

(a) **55000** (b) 1, 00,000 (c) 60,000 (d) 40,000

32. The ._____enables the insured to claim the amount from the third party responsible for the loss.

(a) Fiduciary (b) Insurance Agent (c) **Principle of Subrogation** (d) commission

33._____ offers the payment of partial survival benefits.

(a)Investment (b) Deposit (c) **Money Back policy** (d) Insurance

34._____ Deals with the transportation aspects of goods through any mode of shipment.

- (a) LIC (b) Health Insurance **(c) Marine Insurance** (d) Policy
35. _____ Policies are not issued for less than one year period.
- (a) LIC **(b) Health Insurance** (c) Marine Insurance (d) Policy
36. The _____ concept deals with human capital.
- (a) Age (b) Company value (c) Goods Value **(d) Human Life value**
37. _____ stands for Systematic Investment Plan.
- (a) SIP** (b) Health Insurance (c) Mutual fund (d) Policy
38. _____ is lesser than the nominal return.
- (a) Inflation Adjusted return** (b) Average return (c) Accounting Return (d) Policy
39. _____ is equal to Assets - Liabilities.
- (a) Net worth** (b) Fixed Assets (c) Working capital (d) Current Assets
40. An individual has total assets of 155 Lakhs and Total Liabilities of 110 Lakhs, his Net worth is _____.
- (a) 40 Lakhs (b) 50 Lakhs **(c) 45 Lakhs** (d) 60 Lakhs
41. The assessment year of financial year ending 31" March 2020 would be _____.
- (a) 2020-21** (b) 2019-20 (c) 2021-22 (d) 2018-19
42. _____ Citizen is an individual more than 85 years of age.
- (a) Individual (b) senior citizen **(c) Super senior citizen** (d) tax payer
43. Deduction for donation to a charitable trust can be claimed under _____.
- (a) 80C (b) 80 D **(c) 80G** (d) 80 E
44. TDS is based on the principle of _____
- (a) Pay as you earn** (b) Pay as you not earn **(c) Other tax** (d) Deposit

45. A capital gain on unlisted equity share held for 45 months shall be classified as_____.

- (a) Long Term (b) Short Term (c) House Property (d) Assets

46._____ cannot be set off against salary income

- (a) House property (b) Other sources (c) Short Term loss (d) Business Loss

47._____ is a tax that causes rise in the price of goods and is ultimately borne by the customer.

- (a) Direct Tax (b) Indirect tax (c) Wealth Tax (d) Capital gain

48. When two or more Persons join hands for common actions with common objectives are called__

- (a) Person (b) Association of Person (c) Group (d) Individual

49._____ has direct impact on wealth creation.

- (a) Inflation rate (b) interest rate (c) TDS (d) Deposit rate

50. A taxable amount, aimed to compensate for the rising cost of living is called_____.

- (a) TA (b) DA (c) Basic salary (d) Bonus

Question

1. Wealth Management addresses every aspect of client _____ in a consultative and the highly individualized way.
2. Full form of HNWI _____.
3. The goal of Wealth Management is to sustain and grow _____ wealth.
4. Banks are known to have _____.
5. _____ focus on investing the customer money e majorly in shares and IPO which are equity market products.
6. _____ of a financial plan often requires discipline and perseverance.
7. _____ is the ability to understand how many works in the world.
8. Together with financial inclusion and _____, financial literacy forms a triad, which is necessary for ensuring financial ability.
9. We need a tiered approach under _____ For spreading awareness about basic financial products.
10. SEBI has a dedicated website for investor education where in _____ are available for dissemination.
11. cash flow management is a _____, not a budget.
12. setting up a _____ to help you live within your budget.
13. when developing your goal, be SMART and S stands for _____.
14. Yield curve refers to _____.
15. Insurance sector plays a significant role in _____.
16. According to D.S. HAMSEL, insurance is _____.
17. A security has insurable interest in the life of _____.
18. indisputability clauses specified in section _____.
19. human life value considers _____.
20. Health Insurance Premium provide tax exemption under section _____.
21. gather current information to determine your _____.
22. The _____ of shares varies all the time depending on demand and supply.
23. _____ applies to debt investment such as bonds.
24. Reinvestment risk will not apply if you intend to spend the regular investment payments or the _____ at maturity.
25. Clients _____ willingness to take risk can sometimes clash with their financial ability to do so.

25. _____ represent ownership in a company.
26. factors to be considered while building your allocation are all except _____.
27. SIP stands for _____.
28. Inflation adjusted return is _____.
29. Networth is equal to _____.
30. A super senior citizen is an individual _____.
31. as per the current tax laws a super senior citizen pays Nil income tax for income upto _____.
32. TDS means _____.
33. A joint will can be enforced _____.
34. deduction for donation to A Charitable Trust can be claimed under _____.
35. _____ considers NAV on two dates at the beginning and end of the holding period.
36. _____ is the difference between the assest and liability of an individual or or a company.
37. _____ is a tax that causes rise in the price of goods and is ultimately borne by the customer.
38. when two or more persons join hands for common actions with common objectives are called _____.
39. _____ is not defined in the Income Tax Act.
40. _____ year is a commonly used term by the Indian income tax department.
41. _____ has been one of the oldest forms of tax.
42. TDS is not collected on payment made to the _____.
43. _____ is not an sub component of fixed salary.
44. _____ of these agent subcomponent of reimbursement.
45. _____ of these is an subcomponent of retirement benefits.
46. _____ of these is subcomponent of Perks.
47. Need for retirement planning does not include _____.
48. financial objectives and retirement planning does not include _____.
50. Principles that govern the process of wealth creation does not include _____.
51. _____ is factor affecting wealth creating.
52. A taxable amount actually paid to an employee is _____.
53. _____ involves and analysis of various choices you can make today help for your financial future.
54. A _____ annuity receives premium and investment changes for payout at a later time.
55. _____ are often funded by rollovers or from the sale of an appreciated asset
56. A _____ is one used to invest and disburse money in a tax favoured retirement plan.
57. _____ is one of the most preferred tax planning instrument in India as it is a government of India scheme.

58. _____ is not included in pension schemes.
59. Annuity in India is usually offered by _____.
60. other types of annuity does not include _____.
61. management fees vary widely and should be recharged thoroughly before engaging _____.
62. $WM = IC + AP +$ _____.
63. research shows time and _____ are the two majors constrains for any individual to manage his own wealth.
64. risk management systems and processes are being upgraded to provide integrated approaches to better align _____ and value.
65. The financial plan details how to accomplish the _____.
66. Execution offer financial plan Octane requires discipline and _____.
67. _____ is the possession of knowledge and understanding of financial matters.
68. A _____ plan will function best if it reflects your goals, whether long term or short term.
69. interest rates are monitored by _____.
- 70 _____ refers to the annual return on an investment.
71. Actuarial Sciences the course to be done for _____ job.
72. Insurance is pooling of _____.
73. Insurance is very important tool in _____ management.
74. insurance provide certainty of payment at the uncertainty of _____.
75. the first step in financial planning is determining _____.
76. Diversifiable risk is also called as _____.
77. The need to take _____ is the third component of through client profile.
78. A emotion of _____ arises from making wrong decisions.
79. Net worth = Assets - _____.
- 80 _____ indicates efficiency in assets management.
81. income of the _____ year is taxed immediately in the following assessment year.
82. the most important tool for estate planning is _____.
83. capital preservation means _____.
84. _____ does not have any restriction such as purchasing annuity .
85. _____ products are tax free after 1 year of investment.
86. pension plans are provided by _____.
87. wealth management combines both financial planning and specialised _____.
88. the goal of Wealth Management is to sustain and grow _____ term wealth.
89. _____ is defined as the relationship between an adviser and individual or a household.

90. SEBI stands for _____.
91. medical insurance is offered by _____.
92. the risk of loss in the purchasing power due to price rise is known as _____.
93. _____ refers to the risk of loss arising from reinvesting principal or income at lower rate of interest.
93. _____ insurance principle means both the insurers and insured should have faith in each other.
93. _____ principle ensures that in case of double insurance each insurer will contribute to the total payment in proportion to amount ensured by each.
96. _____ is one of the most preferred tax planning instrument in India as it a government scheme.
97. Wills which are written entirely by hand of the testator are entirely called as _____.
98. the key component of personal finance is _____
99. _____ is the application of mathematical method to the solution of problems in finance.
100. The _____ is a useful measure of growth over Multiple time periods.

Correct Answer

1 **financia life**

high net worth

2 **individuals**

3 **long term**

larger investment

4 **distribution model**

5 **brokerage firm**

6 **Execution**

7 **financial literacy**

8 **consumer protection**

9 **National strategy**

10 **Study materials**

11 **system plan**

cash flow

12 **management system**

13 **Specific**

a line that plot

14 **investors rate**

15 **economic growth**

16 **A social device**

17 **principal debtor**

18 **45**

human capital or

19 **income potential**

20 **80C of income tax**

21 **financial plan**

22 **market value**

23 **credit risk**

24 **principal**

25 **psychological**

26 Equities
27 value of allocation
28 investment plan
29 nominal return
30 Assets-liabilities
31 of age
32 5 lakhs
33 source
34 the testator
35 section 80G
36 absolute return
37 net worth
38 indirect tax
39 persons
40 family
41 Assessment
42 income tax
43 reserve bank of India
44 Drawings
45 vehicle hiring
46 gratuity
47 insurance premium
48 basic salary
49 gratuity
50 pay yourself first
51 investor
52 basic salary
53 retirement planning
54 deferred annuities
55 annuities
56 qualified annuity
57 fund

58 **plan**
59 **Insurance Company**
60 **fixed annuity**
61 **wealth manager**
62 **CA**
63 **expertise**
64 **risk**
65 **goals**
66 **preservance**
67 **financial literacy**
68 **financial plan**
69 **RBI**
70 **yield**
71 **insurance**
72 **risks**
73 **life**
74 **risk**
75 **financial goal**
76 **specific**
77 **risk**
78 **happiness**
79 **liabilities**
80 **HPR**
81 **current**
82 **money**
83 **safety**
84 **EPF**
85 **NPF**
86 **wealth manager**
87 **financial service**
88 **long term**
89 **wealth management**

- 90 India
- 91 life insurers
- 92 inflation risk
- 93 reinvestment risk
- 94 good faith
- 95 contribution
- 96 PPF
- 97 Holograph
- 98 financial
- 99 financial
- 100 CAGR