UG Semester-End Final Exams-2026

Date: 02 -06- 2026

B.COM 2nd Semester (VAC)

FINANACIAL LITERACY

Full Marks: 37.5 | **Pass Mark: 15** | **Time: 2 Hours**

A. Choose the correct answer from the following. (0.5 x 15=7.5)

1. Which insurance policy offers both insurance and investment under a single integrated plan?
   a) Endowment Plan
   b) Money Back Policy
   c) Unit Linked Insurance Plan
   d) Term Insurance Plan

2. What is the purpose of a One-Time Password (OTP) in Net Banking?
   a) To reset the computer
   b) To access social media accounts
   c) To authenticate transactions
   d) To unlock the Internet browser

3. Full form of PPF is
   a) Public Provident Fund
   b) Private Provident Fund
   c) Public Policy Fund
   d) None of the above

4. Financial institutions move money from
   a) Borrowers to savers
   b) Buyers to sellers
   c) Savers to borrowers
   d) Sellers to buyers

(PTO)

5. Which is not an example of a financial institution?
   a) Commercial banks
   b) Investment banks
   c) Insurance companies
   d) The Federal Reserve

6. SCSS stands for
   a) Senior Citizen Savings Scheme
   b) Securities Citizen Savings Scheme
   c) Senior Cash Savings Scheme
   d) None of the above

7. The value of one unit of investment in a Mutual Fund is called
   a) Net Asset Value
   b) Issue value
   c) Market value
   d) Gross Asset value

8. Insurance helps to
   a) Prevent the occurrence of adverse events
   b) Mitigate the financial impact of adverse events
   c) Neutralize all repercussions of unfavourable conditions
   d) Maintain the productiveness of assets

9. What is Net Banking?
   a) Internet Shopping
   b) Online Banking
   c) Social Media Networking
   d) Video Streaming

10. Full form of SSY is
    a) Sukanya Samriddhi Yojana
    b) Senior Samriddhi Yojana
    c) Saving Samriddhi Yojana
    d) None of the above

11. Banks attract funds from savers by offering ________ on savings
    a) Profits
    b) Revenue
    c) Interest
    d) Benefits

12. Which of the following is a primary advantage of Net Banking?
    a) Limited Access to Funds
    b) Convenience of 24/7 Banking
    c) Manual Transaction Processing
    d) No Security Features

13. ULIP stands for
    a) Unit Linked Investment Plan
    b) Unit Linked Insurance Plan
    c) United Linked Insurance Plan
    d) None of the above

14. The duration of an insurance policy's coverage is known as the
    a) Policy term
    b) Policy loan
    c) Policy mode
    d) None

15. Full form of ATM is
    a) Any Time Money
    b) Automated Teller Machine
    c) Any Time Machine
    d) Automated Teller Money

B. Answer in 2 or 3 Sentences. (1 x 5=5)

1. Commercial Bank

2. Mobile App Based Services

(PTO)

3. Life Insurance

4. Financial literacy

5. PPF

C. Answer any five questions (5 x5 = 25)

1. Define the concept of Financial Literacy. Discuss its pre-requisition.

2. Write a note on the need for and importance of financial literacy.

3. State the need of availing of financial services from banks, financial institutions and postal office.

4. Define financial planning. Discuss its importance of financial planning.

5. What are the importance of Mobile App?

6. What are the different types of Banks?

7. Discuss various types of deposit account options provided by commercial banks in India.

8. What are the different types of life insurance policies that are available in India.

9. What is Mutual Fund? State the different types of Mutual fund?

10. What is Health insurance? Discuss its benefits.

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