

**Second Semester Internal Examination, February 2026**  
**MDC Course in Commerce**  
**FINANCIAL LITERACY**  
**COM2FM106(1)**

Time: 1 Hr

Max Marks: 30

Name:	Marks Scored	Section A		Total Marks
Class:		Section B		
		Section C		

**Section A**

**(Each question carries 2 marks, Max marks for section – 8)**

1. Define financial literacy.
2. Explain the given concepts in brief:  
a) Income, b) Tax, and c) Currency
3. What do you mean by 'SMART' goals?
4. What do you mean by compounding?
5. What is 50-30-20 principle?

**Section B**

**(Each question carries 6 marks, Max marks for section – 12)**

6. Explain the characteristics of financial literacy.
7. Differentiate between savings and investment.
8. Explain the steps involved in financial planning.

**Section C**

**(Answer any one question, Each question carries 10 marks)**

9. Explain the various components of financial literacy.
10. Explain the various classification and sub classification of financial goals.