

FINANCIAL LITERACY REVISION

QA .Fill in the blanks:- (5 marks)

1. Saving money is One of the essential aspects of building wealth.
2. When you repay the loan you have to pay principal plus interest.
3. Bank is a financial institution licensed to receive deposits and make loans .
4. Google pay and PAYTM are used to make UPI payments .
5. One can deposit money into the bank either by cash or cheque.
6. Saving is the portion of income not spent on current expenditures.
7. PAN means Permanent Account Number
8. Banks pay interest on deposits.

QB .State true or false :- (5 marks)

1. Bank of Baroda is a nationalized bank. TRUE
2. You cannot use a passport to open a bank account. FALSE
3. Insurance is a means of protection from financial loss. TRUE
4. An insurance premium is the amount of money an individual business pays for an insurance policy . TRUE
5. Long term financing means capital requirements for a period of more than one year . TRUE
6. The safest place for keeping money is a money lender. - FALSE
7. Bank does not provide loans for education. - FALSE
8. Bank charges interest on loans. - TRUE

QC .Write full form of the following abbreviations:- (5 marks)

1. RBI - Reserve Bank of India
2. KYC - Know Your Customer
3. LAB - Local Area Bank
4. NEFT - National Electronic Fund Transfer
5. OTP - one-time password
6. RTGS - Real Time Gross Settlement
7. UPI - Unified Payments Interface
8. ATM - Automated Teller Machine

QD . Unjumble and find the good word:- (5 marks)

1. OALN - LOAN
2. YENOM - - MONEY
3. EAWTHL - WEALTH
4. QUEEHC - CHEQUE
5. INFANCE - FINANCE
6. KBAN - BANK
7. INRANCESU - INSURANCE
8. INGSAV - SAVING

QE. Match the following:- (5marks)

GROUP A	ANSWER	GROUP B
Public finance	C	A. Financial activity related to

		running a corporation
Corporate finance	A	B. Can be encashed only after the date specified on it
Bearer cheque	E	C. Includes taxing, budgeting
Stale cheque	B	D. Is a step by step approach to meet one's life goals.
Financial planning	D	E. Is considered to be owned by the person who has it
General Insurance	H	F. for traders, business owners
Current account	F	G. opened as per the tie-up between your employer and the bank
Salary account	G	H. Health insurance

QF. Name the following:- (5 marks)

1. Name 2 private banks. - Axis Bank , ICICI Bank
2. Most popular and oldest insurance company of India - Life Insurance Corporation of India (LIC)
3. Form used to deposit money in the bank. deposit slip
4. Insurance that protects loss due to fire . Fire insurance
5. Money left over subtracting expenses from income. Savings
6. Name 2 Nationalized banks. - State Bank Of India , Bank Of Baroda
7. 2 types of bank accounts - Saving a/c , Fixed a/c
8. 2 types of insurance : General Insurance , Life Insurance

QG .Answer in one or two sentences:

1.What are different modes of insurance premium payment?

1. Most insurance providers offer several modes of premium, the most common of which come annually, semi-annually, quarterly, or monthly.
2. it also determines the way in which you make payments, such as by cash, check, credit card, or another option.

2.What are different types of insurance policies? (Any 4)

Following are the different types of insurance policies :

1. Health Insurance
2. Motor Insurance
3. Life Insurance
4. Fire Insurance

3.What is mobile payment?

1. A mobile payment is a money payment made for a product or service

through a portable electronic device such as a tablet or cell phone.

2. Mobile payment technology can also be used to send money to friends or family members, such as with the applications Paytm , Google Pay etc.

4.What is the use of cheque? (Any2)

1. It is more secure and convenient to carry a cheque than cash.
2. It is a negotiable document that may be endorsed in favour of a third party.
3. If misplaced, it can be quickly tracked.

5.What are different types of Finance?

Finance is broadly categorized into 3 categories:

1. personal finance
2. public finance
3. corporate (or business) finance.

6. State the types of cheque. (ANY 4)

different types of cheques in India.

1. Bearer Cheque.
2. Order Cheque.
3. Crossed Cheque.
4. Open cheque.
5. Post-Dated Cheque.
6. Stale Cheque.
7. Traveler's Cheque.
8. Self Cheque.

QH .Answer briefly:- (any2) (10 marks)

1.What is financial planning?Why is it important?

Meaning of Financial planning :

Financial planning is a step-by-step approach to meet one's life goals. A financial plan acts as a guide as you go through life's journey.

Financial planning is important for following :

- It helps you to increase your savings.
- It helps you to enjoy a better standard of living.
- It helps you to be prepared for emergencies.
- It helps you to attain peace of mind.

2.What is the difference between health insurance and life insurance?

Life insurance	Health insurance
Life insurance is a comprehensive cover that offers you complete Insurance all through your life span, it is not limited to a certain expense.	Health insurance is usually limited to only catering to your medical/surgical/hospital needs,
Life insurance is a long-term plan.	Health insurance is a short-term plan.
Life insurance is generally for a fixed tenure.	The tenure of this kind of insurance is not fixed.

3.Why is financial savings necessary?

Financial saving is necessary for following :

1. It helps in emergencies
2. Cushions against sudden job loss.
3. Helps finance those big-ticket items and major life events.
4. It limits debts.
5. Helps prepare for retirement.