

Chapter 10 Systematic savings and investment

Ques 1 What is the core principle of a Systematic Investment Plan (SIP)?

A Withdrawing a fixed amount from an investment at regular intervals.

B. Investing a fixed, predetermined amount of money at regular intervals (e.g., monthly) into a chosen investment

C. Transferring money from one fund to another based on market conditions.

D. Investing a large, one-time lump sum into a stock or bond.

Ques2 Under savings people use their ____ money.

Ques3 Investments can be made in ____ or ____ assets.

Ques4 A fixed sum of money given now and given after a period of time has different values. (State true/false)

Ques5 Currency is the form of real asset (state true/false)

Ques6 What is speculation?

Ques7 Explain the concept of Time Value of Money.

Ques8 Why should we do investment?

Ques9 Differentiate between savings and investment.

Ques10 Define the terms:

Debentures

ETFs

GDRs

Mutual Funds

