

2ND SEM. 2015/2016



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UNIVERSITY OF SWAZILAND

SUPPLEMENTARY EXAMINATION PAPER

**PROGRAMME : BACHELOR OF SCIENCE IN
CONSUMER SCIENCE AND CONSUMER
SCIENCE EDUCATION YEAR 4**

COURSE CODE : FRHD 406

TITLE OF PAPER : FAMILY FINANCE MANAGEMENT

TIME ALLOWED : TWO (2) HOURS

**INSTRUCTIONS : ANSWER QUESTION ONE (1)
AND ANY OTHER TWO (2) QUESTIONS**

**DO NOT OPEN THIS PAPER UNTIL PERMISSION HAS BEEN
GRANTED BY THE CHIEF INVIGILATOR**

QUESTION 1 (COMPULSORY)

- (a) Credit is a common occurrence in families' economic lives.
- i. Discuss advantages of using credit? [10 Marks]
 - ii. Discuss disadvantages of using credit [10 Marks]
- (b) i. Explain the criteria one can use to evaluate where to open a bank account. [10 Marks]
- iii. How does one choose a bank account? [10 Marks]

[TOTAL MARKS = 40]

QUESTION 2

- (a) What is home insurance and what does it cover? [4 + 16 = 20 Marks]
- (b) Why is retirement financial planning important and what advice would you give for such? [2 + 8 = 10 Marks]

[TOTAL MARKS = 30]

QUESTION 3

Successful financial planning includes setting your own debt limits. Identify and explain the three (3) methods of setting debt limits in Family Finance Management.

[30 Marks]

[TOTAL MARKS = 30]

QUESTION 4

- (a) Identify and explain the **three (3)** types of hazards that are important in insurance. **[10 Marks]**
- (b) In Swaziland, the management of estate is governed by the administration of Estates Act no. 28 of 1902.
- i. Discuss the activities of the appointed executor. **[10 Marks]**
 - ii. Describe how the type of marriage contract has an effect on estate planning. **[10 Marks]**

[TOTAL MARKS = 30]