

All questions are compulsory.

Dt - 14.10.22

2 Hours 30 Mins

Figures on right indicate full marks.

75 Marks



Q1. A) Multiple choice question: (Any 8; write correct option number under Correct Option No. column)
 (08 Marks)

Sr. No.	QUESTION	1	2	3	4	CORRECT OPTION NO.
1	In _____ the permission was given to private sector funds including foreign fund management companies to enter the mutual fund industry.	Phase 1	Phase 2	Phase 3	Phase 4	
2	In Mutual Funds, Investors, on a _____ basis, get mutual fund units for the sum contributed to the pool	Regular	Unequal	proportionate	scattered	
3	Every mutual fund is managed by a professional _____.	AMC	investors	financial advisor	fund manager	
4	Mutual fund was set up under _____.	UTI Act	Companies Act	RTI Act	Finance act	
5	_____ invests in short-term instruments.	Equity	Debt	Money Market	Balanced	
6	Returns on equity investment options are _____	Low to High	Moderate	Low	Least	
7	As per CRISIL, which is a short-term mutual fund schemes rating symbol?	CRISIL AAAmfs	CRISIL A4mfs	CRISIL BBB mfs	CRISIL Bmfs.	
8	_____ is the process of comparing one's business processes to industry bests or best practice from other industries.	Hedging	Rolling returns	Benchmarking	Front Running	
9	_____ is also called as hybrid funds	Balanced funds	Growth funds	Income funds	MMMF	
10	_____ is charged when an investor exits the mutual fund scheme before the stipulated period. The rate of exit load varies from scheme to scheme.	Entry load	Exit load	Investment charges	Fees	

Q1. B) State whether the following statements are true or false: (Any 7)

(07 Marks)

- The management of all assets of a mutual fund is entrusted with its Assets Management Company (AMC).
- The value of units does not change with change in the portfolio's value every day.
- AMC is the promoter of mutual funds.
- AMFI was incorporated on 22nd Aug., 2005.
- The fund maintains its books of account on an accrual basis.
- KARVY acts like a middleman between investor and mutual fund.
- SIP cannot be modified once commenced.
- Ultra-short bonds invest in long term securities.
- AMFI is an apex body of all AMC.
- Ministry of Finance is the supervisor of both the RBI and SEBI.

Q2. A) What are mutual funds? What are the features of mutual fund? (08 Marks)

Q2. B) What are the drawbacks of investing in mutual funds? (07 Marks)

OR

Q2. C) Explain AMFI code of ethics. (15 Marks)

Q3. A) what is the process of investing in mutual funds? Explain various modes of investment. (15 Marks)

OR

Q3. B) What is SIP? What are the advantages of SIP? (08 Marks)

Q3. C) What are the objectives of Association of Mutual Funds in India. (07 Marks)

Q4. A) What is the basis of ratings and ranking in mutual fund? (08 Marks)

Q4. B) Explain lifecycle in financial planning? (07 Marks)

OR

Q4. C) Explain classification of mutual fund. (15 Marks)

Q5. A) Explain steps to financial planning. (15 Marks)

OR

Q5. B) Write short notes: (Any 3) (15 Marks)

- i) Distinguish between dividend option & growth option
- ii) Asset allocation
- iii) AMC
- iv) Distinguish between SIP & STP
- v) Grievance mechanisms in mutual fund in India.
