

25/4/2016

QP Code : 278802

# Mutual Fund Mgt.

(2½ Hours)

[ Total Marks :75

- N.B. :** (1) All questions are compulsory with internal choice  
(2) Figure to the right indicate marks  
(3) Use of Simple calculator are permitted

1. (a) What is Mutual fund? Also explain its merits. 8  
(b) What is Systematic Transfer Plan? Also explain its advantages and disadvantages. 7

OR

- (c) Explain in detail the Organizational design of Mutual Funds. 8  
(d) Explain the future scope of Mutual funds in India. 7  
2. (a) Explain the process of investing in Mutual Funds in India. 8  
(b) What are the Do's and Don'ts investors should understand before investing in Mutual fund? 7

OR

- (c) Explain the rights and duties of Mutual fund investors. 8  
(d) Briefly explain about Offer Document. 7

3. (a) Calculate closing units and NAV of MKR Ltd. from the following information: 8

Opening NAV	=	Rs. 28
Outstanding Units	=	50,000
Appreciation in portfolio	=	Rs. 15,000
Units subscribed	=	3,000
Units sold/redeemed	=	2,000
Dividend	=	Rs. 1,200
Expenses	=	Rs. 1,000

Assume Sales and Repurchase NAV to be Rs. 29.

- (b) From the following information available, calculate Holding Period return and Annualized rate of return for two funds: 7

Particulars	Fund 'A'	Fund 'B'
NAV as on 31.03.14	90	110
NAV as on 31.03.16	100	130
Dividend	20	20

OR

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- (c) A mutual fund purchased 20,000 bonds on 01.08.2014 @ Rs. 240 cum interest. All these bonds were sold on 01.07.2015 @ Rs. 240 cum interest. The bonds yield interest on September 30 & March 31. Coupon rate is 12% and the face value is Rs. 100. Pass the journal entries for the years 2014-15 & 2015-16.
- (d) The Portfolio details of a fund is given below: -

Stock	No. of Shares	Price (Rs.)
P	12,000	10
Q	6,000	20
R	5,000	30
S	5,000	30

Fund has accrued liability for expenses of Rs. 12,000. Calculate the Net Asset Value of outstanding shares are 8,000.

4. (a) Explain the different types of risk involved in Mutual funds.  
 (b) Write a note on Jensen Measure.  
**OR**  
 (c) Explain the AMFI code of ethics.  
 (d) Write a note on Treynor Measure.

5. Write Short notes on any **three** of the following:

- (a) Closed Ended Funds  
 (b) Demat Account  
 (c) Securities transaction tax  
 (d) Association of Mutual Funds in India.  
 (e) Asset Management Company