

Note: 1. All questions are compulsory.

Q1 A) Fill in the Blanks (Any 8)

08

1. Which of the following are eligible to invest in Mutual Funds?
(i) Resident Indian (ii) NRIs and PIOs (iii) Minors (iv) all of the above
2. Which of the following are not permitted to invest in Mutual Funds?
(i) Minors (ii) An individual who is a foreign national (iii) Hindu Undivided Families (iv) PIO
3. Which of the following documents are required by mutual fund investors?
(i) Card (ii) Photograph (iii) Proof of address (iv) all the above
4. The evaluation process to find out individual's willingness to take risk is known as _____
(i) Financial planning (ii) Risk Profiling (iii) Risk allocation (iv) all of these
5. High yield bond funds have a _____ potential return and _____ risk.
(i) high; low (ii) high; high (iii) low; high (iv) low; low
6. Bonds pay periodic payment called as _____.
(i) Coupon (ii) rolling (iii) capital (iv) none of these
7. _____ is the rate of return expected on a bond at maturity.
(i) Yield to maturity (ii) Benchmarking (iii) Net performing assets
8. Bonds are _____ term debt securities issued by government entities.
(i) short (ii) medium (iii) long (iv) none of these
9. _____ is a credit rating agency.
(i) AMC (ii) AMFI (iii) CARE (iv) All of these
10. _____ plan offers capital appreciation.
(i) Growth (ii) term (iii) insurance (iv) risk

(B) State whether the following statements are True or False (Any 7)

07

1. The aim of growth fund is to provide regular income.
2. Money market mutual fund provides easy liquidity.
3. A portfolio maturity does not represent the life of a fund.
4. A mutual fund NAV is calculated on annual basis.
5. NAV stands for Net Asset Value.
6. A mutual fund NAV is calculated annually.
7. Buying and selling into funds is done on the basis of NAV related prices.
8. Bonds are short term debt securities.
9. Ultra short bonds are long term debt securities.
10. Unit Trust of India started its operation in the year 1955.

Q2.A. What is UTI? Write a Note on UTI.

08

B. What is Mutual fund? Write a note on its history

07

OR

C. Write a note on winding up of a Fund

08

D. Explain launching of mutual fund scheme.

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Q3. A. From the following info provided below, calculate the HPR and annualised return of two funds. 08

PARTICULARS	KM Funds	KR Funds
NAV as on 31-03-2009	45	40
NAV as on 31-03-2011	50	45
Dividend for the period	10	10

B. bond of Rs.2000 has a coupon rate of 7% Per annum and Maturity period of 4 years. The bond is currently selling at Rs.1600. What is yield to maturity in the investment of this bond? 07

OR

C. Calculate closing NAV assuming sales and purchase NAV to be Rs.22. 08

Opening NAV RS. 18.75

Outstanding No. 41,000

Appreciation in portfolio Rs.9000. Unit subscribed No. 2500

Dividend Rs.800

Unit sold/redeemed No.1000

Expenses- Rs.900

D. The portfolio details of a fund are given below 07

Stock	No of shares	Price (Rs.)
A	1000	100
B	4000	50
C	6000	500
D	3000	200

Fund has accrued liability for expenses amounting to Rs.12000. Calculate NAV if outstanding shares are 5000.

Q4. A. Write a brief note on Gold Exchange Traded funds. 08

B. Write a note on Classification of Mutual funds. 07

OR

C. Explain difference between Mutual funds and fixed deposit. 08

D. Write a note on CARE 07

Q.5 Write a note on establishment of a Mutual Fund 15

OR

Q5. Short Notes (Any Three) 15

- 1) Type of investor.
- 2) Explain Dematerialisation Account
- 3) ICRA
- 4) Uses of YTM
- 5) Geographical Classification of Mutual fund

25