

VCD - 07/03/2020

MUTUAL FUND MANAGEMENT
S.Y.I.M SEM III

2 ½ HOURS
75 MARKS

Q.1 (A) Match the Appropriate Answers: (any 8)

(08)

Column 'A'	Column 'B'
1. Index fund	a. First investment company.
2. Diversified Debt Fund	b. Security exchange Board of India.
3. Gold ETFs	c. Secured exchange Board of India.
4. Liquidity	d. 1940.
5. SRS	e. 1946.
6. Assets Quality	f. Performance would track the price of gold.
7. Sponsor	g. Passive fund.
8. Investment Companies Act	h. Invest in a mix of government and non government securities.
9. Scottish American Investment Company	i. Superior return score.
10. SEBI	j. Super return score.
	k. Availability of assets that can be converted into cash at acceptable cost.
	l. Measure the probability of defaults by the issue of depth security.
	m. Establishes the fund and register it with SEBI.

Q.1 (B) State whether the following statements are true or false: (any 7)

(07)

1. UTI stands for Unit Trust of India.
2. Ministry of finance is the Supervisory of both RBI and SEBI.
3. SCORES was launches in 2010.
4. Diversification enables reduction of risks.
5. Fixed deposits are not liquid.
6. KYC is the process to get more information of a business entity.
7. The Sponsor has the custody of the assets of the fund.
8. In Bank Fixed Deposits, principal amount does not compounds over time.
9. Mutual funds offer fixed returns.
10. AMC stands for Asset Management Corporate.

Q2. (A) Explain structure of mutual funds in India.

(08)

Q2. (B) What is the process of selecting a mutual fund ?

(07)

OR

Q2. (C) What are the Advantages and Disadvantages of investing in Mutual funds ?

(15)

Q3. (A) Following information is available in respect of mutual fund :

(10)

Cash & Bank Balance	Rs.55,000
Bonds & Debentures	Rs.7,00,000
Equity Shares	Rs.12,50,000
Govt. Securities	Rs.10,50,000
Expenses Accrued	Rs.75,000
No. of units outstanding	Rs.50,000
Find out NAV per unit.	

Q3. (B) Explain the geographical classification of mutual fund.

(05)

OR

Q3. (C) Suppose a scheme with 4000 units has the following items in its balance sheet:

(10)

Unit capital	Rs.40,000
Investment at market value	Rs.1,00,000
Other assets	Rs.14,000
Other liabilities	Rs.8,000
Issue expenses not written off	Rs.2,000
Reserves	Rs.68,000
Find NAV per unit.	

Q3. (D) Explain the advantages of SIP and STP.

(05)

Q4. (A) Explain credit rating criteria of mutual funds by CRISIL.

(08)

Q4. (B) Explain the eligibility for investing in mutual funds?

(07)

OR

Q4. (C) What is Financial Planning ? What are the characteristics of Financial planning ?

(15)

Q5. (A) What is portfolio? Explain step by step approach of building model portfolio.

(15)

OR

Q5. (B) Write short notes : (any 3)

(15)

- (I) Wealth cycle
- (II) SRO
- (III) Money market Mutual Fund
- (IV) Colour coding of mutual funds products
- (V) Benchmarking

----- THE END -----