

Total No. of Questions: 6

Total No. of Printed Pages: 2



Enrollment No.....

Faculty of Management Studies

End Sem Examination Dec 2024

MS3EF02 Basics of Mutual Funds

Programme: BBA

Branch/Specialisation: Management

Duration: 3 Hrs.

Maximum Marks: 60

Note: All questions are compulsory. Internal choices, if any, are indicated. Answers of Q.1 (MCQs) should be written in full instead of only a, b, c or d. Assume suitable data if necessary. Notations and symbols have their usual meaning.

		Marks	BL	PO	CO	PSO
Q.1	i) Structure of mutual funds include-	1		1	1	
	(a) Sponsors (b) Trustees (c) AMCs (d) All of these					
ii)	Mutual provides an advantage of-	1		1	1	
	(a) Diversification (b) Professional management (c) Risk reduction (d) All of these					
iii)	Along with reduction of risk, return_____.	1		1	2	1
	(a) Increases (b) Decreases (c) Remains unaffected (d) None of these					
iv)	Which agency plays the role of regulator of stock market:	1		1	2	1,1
	(a) SEBI (b) ROC (c) IMF (d) World Bank					
v)	Full form of NFO is-	1		1	3	1,2
	(a) New finance offer (b) New fund offer (c) No finance offer (d) Never finance offer					
vi)	Full form of SID is:	1		1	3	1
	(a) Scheme Information Document (b) Siddharth (c) Show Information Document (d) Systematic Information Document					
vii)	Full form of KYC is:	1		1	4	1
	(a) Key Yield Customer (b) Key Yield Consumer (c) Know Your Customer (d) Know Your Consumer					

viii)	Full form of SIP is-	1	1	4	1
	(a) Systematic Investment Plan (b) Show Investment Plan (c) Skip Investment Plan (d) Submitted Investment Plan				
ix)	Risk profile of an investor depends on-	1	1	5	1
	(a) Age (b) Profession (c) Financial Background (d) All of these				
x)	Wealth cycle in financial planning includes:	1	1	5	1
	(a) Wealth creation (b) Wealth preservation (c) Wealth distribution (d) All of the these				
Q.2	i. What are mutual funds?	2	2	1	2
	ii. What are the problems of mutual funds in India?	3	2	1	1
	iii. What is the role of mutual funds in Indian economy?	5	2	1	1,2
OR	iv. What are the types of mutual funds for investors?	5	2	1	1
Q.3	i. Explain any two AMFI objectives in detail.	2	2	2	1
	ii. Explain due diligence process by AMCs distributors of mutual funds.	8	2	2	1,2
OR	iii. Explain the rights and obligations of investors regarding mutual funds.	8	2	2	1
Q.4	i. What is the function of NFO?	3	2	3	1
	ii. Explain about SID and its contents in detail.	7	2	3	1,2
OR	iii. Elaborate SAI and its contents in detail.	7	2	3	1
Q.5	i. What is the eligibility of an investor to invest in mutual funds?	4	2	4	1
	ii. Explain in detail about Micro-SIPs.	6	2	4	1
OR	iii. Describe about how would an investor select a scheme among different categories?	6	2	4	2
Q.6	Attempt any two:				
	i. What is financial planning and how it is done?	5	2	5	2
	ii. What are the factors that influence investors' risk profile?	5	2	5	2
	iii. Explain about life cycle in financial planning.	5	2	5	2

Marking Scheme
MS3EF02 (T) Basics of Mutual Funds (T)

Q.1	i) Structure of Mutual Funds include: d) All of the above	1	OR	iii.	Explain the rights Obligations of Investors	4 Marks	4 Marks	8			
ii) Mutual Provides an advantage of: d) All of the above	1	Q.4	i.	Function of NFO	(1 Mark*3)	3					
iii) Along with reduction of risk, return _____ b) Decreases	1	ii.	(Meaning+ Details)			7					
iv) Which agency plays the role of regulator of stock market: a) SEBI	1	OR	iii.	Meaning & detail explanation		7					
v) Full form of NFO is: b) New Fund Offer	1	Q.5	i.	Proper explanation about eligibility	4 Marks	4					
vi) Full form of SID is: a) Scheme Information Document	1	ii.	Detail and meaning of Micro- SIPs. (As per explanation)			6					
vii) Full form of KYC is: c) Know Your Customer	1	OR	iii.	Elaborate and Description about categories. (As per explanation)		6					
viii) Full form of SIP is: a) Systematic Investment Plan	1	Q.6		Attempt any two:							
ix) Risk Profile of an Investor Depends on: d) All of the above	1	i.	Meaning	2 Marks		5					
x) Wealth Cycle in Financial Planning includes: d) All of the above	1	ii.	Process	3 Marks							
		iii.	Factors with proper explanation			5					
		iv.	iii.	Life cycle	3 Marks	5					
				Financial planning.	2 Marks						

Q.2	i. What are Mutual Funds? (Proper Meaning)	3									
	ii. What are the problems of mfs in India	5									
	4 Problems	3 Marks									
	iii. Proper Explanation	5									
OR	iv. What are the advantages of Mutual Funds for Investors. Meaning of MF	1.5 Marks									
	Proper types at least 5	3.5 Marks									
Q.3	i. Explain any two AMF1 objectives in detail Two AMF1 and Meaning	2 Marks	2								
	ii. Explain due deliqence process by AMC distributors of MFS? Meaning of deliqence.	2 Marks	8								
	Proper explanation process of AMC	5 Marks									
	Explanation	1 Mark									