

Enrollment No.....



Faculty of Management Studies
End Sem (Odd) Examination Dec-2019
MS5OE01 Mutual Fund Management

Programme: MBA

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.

- Q.1 i. An investor in need of regular income should not select **1**
 (a) A bank deposit (b) A debt fund
 (c) An equity growth fund (d) All of these
- ii. In which kind of debt fund is the investment portfolio closely **1**
 aligned to the maturity of the scheme
 (a) Gilt fund (b) Diversified debt fund
 (c) Fixed maturity plan (d) All of these
- iii. The systematic approaches offered by mutual funds to promote an **1**
 investment discipline for long term wealth creation are
 (a) SIP, STP (b) SIP, STP, SWP
 (c) SIP, SWP (d) None of these
- iv. Mutual funds in India are permitted to invest in **1**
 (a) Securities
 (b) Securities and Gold
 (c) Securities other than real estate
 (d) Securities, gold and real estate
- v. Mutual fund can benefit from economies of scale because of: **1**
 (a) Portfolio diversification
 (b) Large volume of trades
 (c) Risk reduction
 (d) None of these
- vi. Bank owned mutual funds are supervised by: **1**
 (a) SEBI (b) RBI
 (c) Both (a) and (b) (d) None of these

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[2]

- vii. Securities Transaction Tax (STT) is applicable on **1**
 (a) Equity transactions (b) Debt transactions
 (c) Gold transactions (d) None of these
- viii. Mutual fund schemes pay tax on capital gains at **1**
 (a) 10% (b) 15%
 (c) 30% (d) 10% LTCG & 15% STCG
- ix. Which of the following banks launched the first mutual fund in India? **1**
 (a) SBI (b) Canara Bank
 (c) Indian Bank (d) Bank of India
- x. The first introduction of mutual fund in India occurred in year. **1**
 (a) 1964 (b) 1963 (c) 1987 (d) 1999
- Q.2 i. What do you understand by mutual Funds? Explain the types of mutual funds. **2**
 ii. What do you mean by shares and how funds are differ from shares? **3**
 Explain in detail.
 iii. What are the role of mutual funds? Explain it. **5**
- OR iv. Discuss the origin of mutual funds in India **5**
- Q.3 i. Describe the different types of mutual funds products. **2**
 ii. Write short note on: **8**
 (a) NAV (b) ETF
 (c) GOLD ETFs
- OR iii. What is the meaning of Regulatory Body? Explain the benefits of Regulatory body in terms of funds. **8**
- Q.4 i. Explain the market imperfections and investment risks. **3**
 ii. What facilities are provided to investors to invest in mutual funds? **7**
 Explain with benefits.
- OR iii. Write the process for selection of a fund? **7**
- Q.5 i. What are the role of ratio analysis in term of mutual funds? **4**
 ii. What is the relevance of capital gain tax for investment in mutual funds? **6**

[3]

- OR iii. Explain any two techniques of ratio analysis in terms of mutual funds. **6**
- Q.6 Attempt any two: **5**
 i. Write short note on: **5**
 (a) UTI Scheme (b) SBI Mutual Fund
 ii. Discuss the mutual fund industry in India and also explain its size and growth in India. **5**
 iii. Describe the reasons of slow growth of mutual funds in India and how can we overcome it. **5**

Marking Scheme
MS5OE01 Mutual Fund Management

Q.1	i.	An investor in need of regular income should not select	1
		(d) All of these	
	ii.	In which kind of debt fund is the investment portfolio closely aligned to the maturity of the scheme	1
		(c) Fixed maturity plan	
	iii.	The systematic approaches offered by mutual funds to promote an investment discipline for long term wealth creation are	1
		(b) SIP, STP, SWP	
	iv.	Mutual funds in India are permitted to invest in	1
		(d) Securities, gold and real estate	
	v.	Mutual fund can benefit from economies of scale because of:	1
		(b) Large volume of trades	
	vi.	Bank owned mutual funds are supervised by:	1
		(c) Both (a) and (b)	
	vii.	Securities Transaction Tax (STT) is applicable on	1
		(a) Equity transactions	
	viii.	Mutual fund schemes pay tax on capital gains at	1
		(d) 10% LTCG & 15% STCG	
	ix.	Which of the following banks launched the first mutual fund in India?	1
		(a) SBI	
	x.	The first introduction of mutual fund in India occurred in year.	1
		(b) 1963	

Q.2	i.	Define by mutual Funds	1 mark	2
		Types of mutual funds.	1 mark	
	ii.	Define by shares	1 mark	3
		Difference between fund and share	2 marks	
	iii.	Role of mutual funds(As per explanation)	5 marks	5
OR	iv.	Origin of mutual funds in India(As per explanation)	5 marks	5

Q.3	i.	Types of mutual funds products.	(1 mark*2)	2
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	ii.	Write short note on:		8
		(a) NAV	2 marks	
		NAV Formula	1 mark	
		(b) ETF	2.5 marks	
OR	iii.	(c) GOLD ETFs	2.5 marks	8
		Meaning of Regulatory Body	2 marks	
		Benefits of Regulatory body in terms of funds.	(1 mark*6)	
Q.4	i.	Market imperfections and investment risks.	1.5 marks	3
		Investments risks	1.5 marks	
	ii.	Facilities are provided to investors	4 marks	7
		Benefits	3 marks	
OR	iii.	Process for selection of a fund(As per answer)	7 marks	7
Q.5	i.	Role of ratio (As per explanation)	4 marks	4
		Relevance of capital gain(As per explanation)	6 marks	
OR	iii.	Two techniques of ratio	(2 marks*3)	6
Q.6	i.	Attempt any two:		5
		Write short note on:		
		(a) UTI Scheme	2.5 marks	5
		(b) SBI Mutual Fund	2.5 marks	
	ii.	Mutual fund industry in India (As per explanation)	5 marks	5
	iii.	Reasons of slow growth	(1 mark*5)	5
