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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	1	
	(a) Sponsors (b) Trustees					
	(c) AMCs (d) All of these					
	ii) Mutual provides an advantage of-	1	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					

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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

P.T.O.

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

Q.1	i)	Structure of Mutual Funds include:	1
	d)	All of the above	
	ii)	Mutual Provides an advantage of:	1
	d)	All of the above	
	iii)	Along with reduction of risk, return _____	1
	b)	Decreases	
	iv)	Which agency plays the role of regulator of stock market:	1
	a)	SEBI	
	v)	Full form of NFO is:	1
	b)	New Fund Offer	
	vi)	Full form of SID is:	1
	a)	Scheme Information Document	
	vii)	Full form of KYC is:	1
	c)	Know Your Customer	
	viii)	Full form of SIP is:	1
	a)	Systematic Investment Plan	
	ix)	Risk Profile of an Investor Depends on:	1
	d)	All of the above	
	x)	Wealth Cycle in Financial Planning includes:	1
	d)	All of the above	
			2
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	2
		Two AMF1 and Meaning	2 Marks
	ii.	Explain due diligence process by AMC distributors of MFS?	8
		Meaning of diligence.	2 Marks
		Proper explanation process of AMC	5 Marks
		Explanation	1 Mark

OR	iii.	Explain the rights	4 Marks	8
		Obligations of Investors	4 Marks	
Q.4	i.	Function of NFO	(1 Mark*3)	3
	ii.	(Meaning+ Details)		7
OR	iii.	Meaning & detail explanation		7
Q.5	i.	Proper explanation about eligibility	4 Marks	4
	ii.	Detail and meaning of Micro- SIPs. (As per explanation)		6
OR	iii.	Elaborate and Description about categories. (As per explanation)		6
Q.6		Attempt any two:		
	i.	Meaning	2 Marks	5
		Process	3 Marks	
	ii.	Factors with proper explanation		5
	iii.	Life cycle	3 Marks	5
		Financial planning.	2 Marks	
