

Enrollment No.....



Faculty of Management
End Sem (Odd) Examination Dec-2017
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. The concept of Mutual Fund was introduced in Indian Financial Markets during: **1**
(a) 1865-66 (b) 1963-64 (c) 1983-84 (d) 1991-92
- ii. Guilt funds are the funds that invest in: **1**
(a) Central Govt. Securities exclusively.
(b) Govt. Securities and Fixed Return Instruments.
(c) State Govt. Securities exclusively.
(d) Central and State Govt. Securities exclusively.
- iii. The Association of Mutual Funds in India (AMFI) was established in the year: **1**
(a) 1993 (b) 1995 (c) 1984 (d) 2001
- iv. Introduction of Gold Exchange Traded Funds (Gold ETFs) was permitted by SEBI in: **1**
(a) January 2006 (b) April 2007
(c) December 2007 (d) March 2008
- v. Which of the following regarding Mutual Fund Regulation in India is false? **1**
(a) Mutual Funds are registered and regulated under SEBI (Mutual Fund) Regulations, 2006.
(b) A close-ended scheme shall be fully redeemed at the end of maturity period until and unless it is allowed to be rolled over.
(c) No scheme of a mutual fund (other than the initial offering period of an ELSS) shall be kept open for subscription for more than 45 days.
(d) Advertisement in respect of a mutual fund scheme shall be submitted to SEBI within 7 days of from the date of Issue.

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- vi. An Initial Period Offer of fixed price when a new scheme is launched is called: **1**
(a) IPO (b) NFO (c) ETF (d) FII
- vii. According to the provisions of Income Tax Act, the Securities Transaction Tax is applicable on transactions of units of: **1**
(a) Both, Equity and Debt- oriented Schemes
(b) Debt-oriented Schemes
(c) Equity-oriented Schemes
(d) All Schemes
- viii. Who is liable to pay the amount of Dividend Distribution Tax under the provisions of Income Tax Act? **1**
(a) AMFI (b) Investor (c) AMC (d) Mutual Fund
- ix. Unit Trust of India was the brain child of whom among the following? **1**
(a) Manmohan Singh (b) Deepak Parekh
(c) T.T. Krishnamachari (d) S.S.Tarapore
- x. The Indian mutual fund that launched the first offshore fund during nineties was: **1**
(a) SBI Mutual Fund (b) UTI
(c) Canbank Mutual Fund (d) LIC Mutual Fund
- Q.2 i. Define “Mutual Fund” as per the SEBI (Mutual Funds) Regulations, 1996. **2**
ii. Explain in brief, the various types of Mutual Fund Schemes in India. **8**
- OR iii. Write a note on Origin and History of Mutual Fund Industry in India. **8**
- Q.3 Write short note on any two:
i. Organization of a Mutual Fund. **5**
ii. Concept of NAV and its Calculation. **5**
iii. Working of Exchange-traded Funds. **5**
- Q.4 i. Discuss in brief, any four key benefits of investing in Mutual Fund Schemes. **4**
ii. As an Expert how would you guide a prospective investor to select a Mutual Fund Scheme? **6**

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- OR iii. Discuss in brief, the important SEBI Guidelines for Protection of Mutual Fund Investors in India. **6**
- Q.5 i. Explain the technique of Ratio Analysis with respect of Mutual Fund. **3**
ii. If you wish to analyze the performance of Mutual Funds Industry in India, what tools and techniques you would apply and why? **7**
- OR iii. Discuss in brief the important provisions of Income Tax Act relating to investment in Mutual Fund Schemes. **7**
- Q.6 i. What are different Mutual funds available in India? **3**
ii. “Though UTI laid the foundation of Mutual Fund Industry in India, it has witnessed extreme UPs and DOWNs across its life.” Elaborate this statement in the light of growth and downfall history of Unit Trust of India. **7**
- OR iii. Write a note on Performance of Mutual Fund Industry and its growth prospects in India. **7**

**MS5OE01 Mutual Fund Management
Marking Scheme**

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|-----|-------|-------------------------------------------------------------------------------------------|----------|
| Q.1 | i. | (b) 1963-64 | 1 |
| | ii. | (d) Central and State Govt. Securities exclusively | 1 |
| | iii. | (a) 1993 | 1 |
| | iv. | (a) January 2006 | 1 |
| | v. | (a) Mutual Funds are registered and regulated under SEBI (Mutual Fund) Regulations, 2006. | 1 |
| | vi. | (b) NFO | 1 |
| | vii. | (c) Equity-oriented Schemes | 1 |
| | viii. | (d) Mutual Fund | 1 |
| | ix. | (c) T.T. Krishnamachari | 1 |
| | x. | (b) UTI | 1 |
| Q.2 | i. | Correct definition as given by sebi-2 mark [if not by sebi – 1 mark] | 2 |
| | ii. | 1 mark for each correct description | 8 |
| OR | iii | 4 - origin & 4 - history | 8 |
| Q.3 | | Attempt any two: | |
| | i. | Correct description of Organization of a Mutual Fund – 5 marks | 5 |
| | ii. | NAV – 2 marks Calculation – 3 marks | 5 |
| | iii. | ETF – 1 mark Working – 4 marks | 5 |
| Q.4 | i. | 1 point – 1 mark | 4 |
| | ii. | 1 point – 1 mark | 6 |
| OR | iii. | 1 point – 1 mark | 6 |
| Q.5 | i. | Any 3 point – 1 mark each point | 3 |
| | ii. | 1 marks for formula 6 points with description – 1 marks each point | 7 |
| OR | iii. | 1 mark with correct description | 7 |
| Q.6 | i. | Any three with description – 3 marks | 3 |

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|----|------|--------------------------------------------------------------------|----------|
| | ii. | Growth – 3.5 & Downfall 3.5 [1 mark for each correct] | 7 |
| OR | iii. | Uptrend – 3.5 marks Downtrend – 3.5 marks if described properly | 7 |
