

493

**SECTION -B (ESSAY TYPE QUESTIONS)**  
**(5x10=50 Marks)**

1. 'Sound financial planning is essential for the success of any business enterprise'. Explain this statement by giving any six reasons.
2. (a) Distinguish between Diversification and Asset Allocation  
(b) Explain the impact of FII investment on stock markets.
3. Explain the basic tools of performance evaluation.
4. What is Systematic Investment Plan (SIP) and what are the advantages?
5. What are the essential conditions to be fulfilled to become a distributor of a mutual fund commissions?
6. What do you mean by Investors also explain the type of investors?
7. What are the tax provisions applicable to a mutual fund?
8. Explain the following:
  - a) Time Stamping
  - b) Cut-off time
  - c) Common Reporting standards
  - d) Key information memorandum.

**\*\*\*END OF PAPER\*\*\***

**2112M094**

**BACHELOR OF VOCATION**  
**Management-Financial Services**  
**Subject: Mutual Fund Operations**  
**Subject Code: MFM-601**  
**Semester: Third**  
**December 2021**  
**Theory (External): 70 Marks**  
**Time: 03 Hours**

**Instructions to the Students**

1. This Question paper consists of two Sections. All sections are compulsory.
2. Section A comprises 10 questions of objective type in nature. All questions are compulsory. Each question carries 2 marks.
3. Section B comprises 8 essay type questions out of which students need to do any 5. Each question carries 10 marks.
4. Read the questions carefully and write the answers in the answer sheets provided.
5. Do not write anything on the question paper.
6. Wherever necessary, the diagram drawn should be neat and properly labelled

Roll Number									

SECTION -A (SHORT/OBJECTIVE TYPE QUESTIONS)  
(10x2=20 Marks)

- A. Which of the following instruments can mutual funds scheme invest in?
- Stocks
  - Corporate Bonds
  - Government Bonds
  - All of the above
- B. A mutual fund is owned by
- the Govt. of India
  - SEBI
  - all its investors
  - AMF
- C. A person appointed by a stock broker to assist him in the business of securities trading is called -----.
- Sub broker
  - Tarawaniwalas
  - Authorized clerk
  - None of these
- D. Who controls the capital market in India?
- SEBI
  - RBI
  - IRDA
  - NABARD
- E. Which of the following TERM does not belong to the stock exchange?
- NAV
  - NSE
  - IPO
  - KPO

- F. In financial planning, the most high option price lead to
- Longer option period
  - Smaller option period
  - Lesser price
  - Higher price
- G. If a Mutual Fund scheme is profitable, the true worth of its units will \_\_\_\_\_.
- Decrease
  - Remain the same as its face value
  - Increase
  - Not be impacted
- H. The foreign direct investment includes
- Intellectual Property
  - Human Resource
  - Tangible Good
  - Intangible Goods
- I. Financial goals of an individual may be
- funding retirement
  - marriage of daughter
  - buying a premium segment car
  - all of these
- J. Systematic risk is measured with
- Range
  - standard deviation
  - beta
  - co efficient of variation