

VVM's Shree Damodar College of Commerce & Economics, Margao-Goa
TY BBA(FS), Semester-V, Semester End Assessment, November 2022
BFS DSEC 3 Mutual Funds Management

Marks:60

Duration: 02 Hours

Instructions:

- 1) Start each question on fresh page.
- 2) Figures to the right indicate maximum marks.
- 3) Q1 is compulsory
- 4) Answer any FOUR from Q 2 to Q.6

(5x4= 20)

Q1. Answer ANY FIVE of the following:

- a. Discuss Systematic Transfer Plan and its advantages as an alternative mutual fund investment option.
- b. Portfolio management is the art and science of selecting and overseeing a group of investments that meet the long-term financial objectives and risk tolerance of a client, a company, or an institution. Enumerate its types.
- c. An equity fund is a mutual fund scheme that invests predominantly in equity stocks. Enumerate the features of Equity funds.
- d. The performance of Indian Mutual Fund Schemes in a market can be evaluated using relative performance index, risk-return analysis and various other financial ratios. However, investors must also keep in mind that mutual funds are subjected to market risks. Highlight any six limitations encountered in attempting to evaluate the performance of a portfolio.
- e. Liquid funds are a type of mutual funds that invest in securities where the assets invested are not tied up for a long period. Explain the features of Liquid funds
- f. Existing investors of mutual funds needs to constantly evaluate the performance of their schemes to determine if they are on the right track or not. Explain the ways in which this evaluation can be carried out.

Q2. A mutual fund is a pool of money managed by a professional Fund Manager. It is a trust that collects money from a number of investors who share a common investment objective and invests the same in equities, bonds, money market instruments and/or other securities. Mutual funds can be classified into various types based on risk and investment goal. Discuss. (10Mark)

Q3. The role of the Securities and Exchange Board of India to protect the interests of the investors in securities and to promote the development of, and to regulate, the securities market and for

matters connected therewith and incidental thereto. Discuss unit holders' protection measures by SEBI. **(10 Marks)**

Q4. Equity Funds are mutual fund schemes which invests their assets in stocks of different companies based on the investment objective of the underlying scheme. Elucidate any eight types of Equity funds. **(10 Marks)**

~~**Q5.** Most mutual funds fall into four main categories and each type has different features, risks, and rewards. Explain Debt funds and enumerate its types. **(10 Marks)**~~

Q6. Statistical measures are main indicators used to assess the performance of equity, fixed income and other mutual fund investments that can be intended to help investors determine the risk-reward parameters of their investments. Elucidate. **(10 Marks)**
