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MGT/S-3-FV/13

2013

Time : 3 hours

Full Marks : 80

Candidates are required to give their answers in their own words as far as practicable.

The questions are of equal value.

*Answer any **four** questions in which*

Q. No. 1 is compulsory.

1. Tick the correct the statement :
 - (i) Open ended schemes are the funds available for subscription and repurchase on a continuous basis.
 - (a) True
 - (b) False
 - (ii) NAV is the historical value of the assets of a

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(Turn over)

fund scheme for every outstanding unit as on the date of mutual fund valuation.

- (a) True
 - (b) False
- (iii) Financial services are tangible in nature.
- (a) True
 - (b) False
- (iv) Income Funds provide return on annual basis.
- (a) True
 - (b) False
- (v) Mutual Funds are financial assets.
- (a) True
 - (b) False

Fill-up the blanks with appropriate words :

- (vi) The mutual fund in India came into existence in 1964 when _____ was established as a statutory corporation.
- (vii) Financial services aid in the _____ from the investors individuals, institutions and corporate entities.

(viii) _____ is a practice of lending against the commercial bills of a trader.

(ix) _____ is a marketable document of title to a time deposit of a bank or any other institutions.

(x) The portfolio of the _____ is designed to reflect the composition of some stock market index.

2. What is a Financial System ? Mention the important functions of financial functions.
3. What is the significance of stock exchange in Capital Market ? Mention the important functions of stock exchange.
4. Explain the basic concept of Mutual Fund. Also mention the evolution of the concept of Mutual Fund.
5. Mention, in detail, the regulatory guidelines for capital market established by SEBI.

6. Why Merchant Banking is important in a mature financial system ? Also mention the problems faced by merchant bankers.

7. Write notes on the following :

(i) Credit Rating

(ii) Money Market

