SEBI- GRADE A
MUTUAL FUNDS
PRACTICE QUESTIONS
Q.1) --------------mechanism for pooling the resources by issuing units to the investors and investing funds in securities in accordance with objectives as disclosed in offer document.

[a] Mutual fund
[b] Alternate Investment Fund
[c] Collective Investment Scheme
[d] Portfolio Investment
Q.2) Which of the following are not the features of Mutual Funds-
1) Mutual fund issues units to the investors in accordance with quantum of money invested by them. Investors of mutual funds are known as Fund holders.
2) The profits or losses are shared by the investors in proportion to their investments.
3) The mutual funds normally come out with a number of schemes with different investment objectives which are launched from time to time.
4) A mutual fund is required to be registered with SEBI before it can collect funds from the public.

Codes:
[a] 1 only
[b] 3 only
[c] 1 & 2 only
[d] 3 & 4 only
Q.3) Which of the following issued the 1st Mutual Fund in India-
[a] LIC
[b] IDBI
[c] UTI
[d] HDFC
Q.4) ----------------- means a mutual fund scheme that invests directly or indirectly in real estate assets or other permissible assets in accordance with SEBI (Mutual Funds) Regulations, 1996.

[a] Real Estate Mutual Funds
[b] Real Investment Mutual Trusts
[c] Properties Investment Trusts
[d] Any of the above