



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**