

Enrollment No: _____

Exam Seat No: _____

C. U. SHAH UNIVERSITY

Summer Examination-2022

Subject Name : Fundamentals of Investment-II

Subject Code : 4CO06F0I1

Branch: B.Com (English)

Semester: 6

Date: 10/05/2022

Time: 02:30 To 05:30

Marks: 70

Instructions:

- (1) Use of Programmable calculator & any other electronic instrument is prohibited.
- (2) Instructions written on main answer book are strictly to be obeyed.
- (3) Draw neat diagrams and figures (if necessary) at right places.
- (4) Assume suitable data if needed.

Q.1 Attempt the following questions:

14

1. Which is the largest single institutional owner of common stock?
 - a. Mutual fund
 - b. Insurance companies
 - c. Pension fund
 - d. Commercial Bank
2. Presently there are AMC in India.
 - a. 39
 - b. 40
 - c. 44
 - d. 50
3. By hedging a portfolio, a bank manager
 - a. Reduces interest rate risk
 - b. Increase re investment risk
 - c. Increase exchange rate risk
 - d. None of above
4. Who controls the capital market in India?
 - a. SEBI
 - b. RBI
 - c. IRDA
 - d. NABARD
5. Which of the following term does not belong to stock exchange?
 - a. NAV
 - b. NSE
 - c. IPO
 - d. KPO
6. How many companies are included in Sensex?
 - a. 25
 - b. 50
 - c. 30
 - d. 60
7. SEBI has relaxed investment rules for which funds?
 - a. Mutual Funds
 - b. Debt Funds
 - c. Angel Funds
 - d. None of above
8. Which of the following is not the reason for ups and downs in Sensex?
 - a. Rain
 - b. Monetary policy
 - c. Political instability
 - d. None of above
9. Composite value of traded stocks group of secondary market is classified as
 - a. Stock Index
 - b. Primary Index
 - c. Stock Market Index
 - d. Limited liability Index
10. The disadvantage of swaps is that they.....
 - a. Lack of Liquidity
 - b. Suffer from default risk
 - c. both a & b
 - d. none of above



11. Which funds are invested in Company debentures, Government Bonds & other fixed income assets?
- a. Equity funds
 - b. Money Market funds
 - c. Balanced or Hybrid funds
 - d. Debt funds.
12. What is the full form of NAV?
- a. Net Assessment Value
 - b. National Assets Value
 - c. Net Asset Value
 - d. National Asset Variation.
13. The coupon rate means.....
- a. Market interest rate
 - b. current yield
 - c. stated interest rate
 - d. yield to maturity.
14. Treasury Bills are traded in
- a. money market
 - b. capital market.
 - c. government market
 - d. regulated market.

Attempt any 4 questions from 8 questions

Q2. Attempt all questions

- A Explain different types of Derivatives. 7
- B Discuss objectives and process of portfolio management. 7

Q3. Attempt all questions

- A Discuss SEBI's guidelines for Investors Interest protection. 7
- B Explain Investors grievance redressal methods. 7

Q4. Attempt all questions

- A Explain advantages of Mutual Funds. 7
- B Write a note on Portfolio Diversification 7

Q5. Attempt all questions

- A Explain the needs of use of derivative trading in India. 7
- B Explain important factors affecting for selecting mutual funds. 7

Q6. Attempt all questions

- A What is 'risk'? Explain different types of risk. 7
- B Explain 5 keys to evaluate performance of mutual funds. 7

Q7. Attempt all questions

- A Write a note on 'Over the Counter'. 7
- B Discuss the framework to assess alternative growth option. 7

Q8. Attempt all questions

- A Explain limitation of mutual fund. 7
- B Explain different types of players in derivative market. 7

