

- 1 Most of the Arbitrage Funds take Contrary Position of Futures and Option**
 - A TRUE
 - B FALSE
- 2 The Offshore Fund is also known as Feeder Fund**
 - A TRUE
 - B FALSE
- 3 The 'Most Investor Service Centre' are offices of**
 - A Trustee
 - B RTA
 - C Custodian
 - D Fund Accountant
- 4 The Objective of AMFI is**
 - A Providing Training to all Distributor
 - B Implement the Certification Programme
 - C To develop the Cadre of Agent
 - D All of These
- 5 PAN and KYC are mandatory in Ant Mutual Fund**
 - A TRUE
 - B FALSE
- 6 The SAI is relevant for all the schemes offered by the same Mutual Fund**
 - A TRUE
 - B FALSE
- 7 TRAIL Commission is calculated**
 - A A Percentage of net asset value of unit holder
 - B At Investment amount
 - C Will not get any Commission
 - D Fixed Percentage according to SEBI Regulations.
- 8 Differed Load is only charged in close end schemes**
 - A TRUE
 - B FALSE
- 9 The investor cannot set off the Capital Loss if**
 - A He is redeeming the investment within 9 months
 - B He is redeeming within 9 months after record date of Dividend
 - C He is investing within 3 months prior to the record Date of Dividend
 - D Both B & C
- 10 Remittance can be done in Mutual Fund through**
 - A RTGS and NEFT
 - B IFCR
 - C MICR
 - D NRE and NRO A/C
- 11 NEAT MFSS is open from**
 - A 9 am to 3 pm
 - B 24 hrs
 - C 10am to 4 pm
 - D None of These
- 12 If there are any changes in the fundamental attributes of a scheme, the AMC must issue**
 - A Addendum
 - B Addendum in any 2 news paper
 - C Addendum in one English news paper and one local news paper of AMC's head office
 - D Not issue any notice

- 13 **If an Indian MF sectors sees potential in making investment in China, it will tie up with chinese fund. In India this will be known as Feeder, while in China it will be called**
- A China made portfolio
 - B Arbitrage fund
 - C Host fund
 - D Offshore fund
- 14 **Investment objective is closely linked to**
- A Scheme
 - B Option
 - C Plan
 - D SIP
- 15 **The useful downloads of all circulars up to last year, which are updated on the website of SEBI, are known as**
- A Circular
 - B **Master circular**
 - C Addendum
 - D All of these
- 16 **If the explanation is not sent to AMFI in case of any breach of conduct by then distributor, then AMFI**
- A Cancels the ARN of distributor
 - B Can empanel the distributor
 - C **Can cancel the ARN of that distributor and inform to all AMCs**
 - D Suspend the distributor
- 17 **Offer document of MF is approved by SEBI**
- A TRUE
 - B FALSE
- 18 **An institutional distributor builds reach through**
- A Employees
 - B Agents
 - C Sub-brokers
 - D **All of these**
- 19 **In audio and video advertisements, the disclaimer clause must**
- A **Display on screen for 5 seconds**
 - B Need to cover 50% of screen
 - C Both a and b
 - D Need not to be disclose
- 20 **An investor invested in Gilt Fund for Rs 20,000 for a period of 18 month and at the time of redemption the value of the fund was at Rs 50,000. Find the capital gain tax (ignoring the indexation)**
- A Rs 3,000
 - B Rs 6,000
 - C Nil
 - D None of these
- 21 **Investor needs to pay wealth tax if he is investing in gold ETF**
- A TRUE
 - B FALSE
- 22 **For online transactions, MF allot**
- A **IPIN and user name to existing investor only**
 - B IPN to existing investor only
 - C IPIN and user name to all new investors
 - D No need any facility for doing the transaction

- 23 Which of the following has the least risk in the Mutual Funds
- A Money market mutual fund
 - B Equity fund
 - C Growth fund
 - D Gilt fund
- 24 Rating and ranking is one and the same thing
- A TRUE
 - B FALSE
- 25 A bond's rating indicates its
- A Reinvestment risk
 - B Default risk
 - C Inflation risk
 - D Interest-rate risk
- 26 Fundamental Analyst is also known as Chartist
- A TRUE
 - B FALSE
- 27 Who amongst the following will help to find the perfect company to invest
- A Fundamental Analysis
 - B Tactical fund manager
 - C Technical Analysis
 - D Passive Fund Manager
- 28 Stock picking is
- A Top Down approach
 - B Bottom-up approach
 - C Technical approach
 - D Fundamental approach
- 29 Who cannot invest in Mutual Fund
- A Foreign companies
 - B Institutional investor
 - C Foreign Individual
 - D The trust where, more than 60% if the beneficial interests is held by NRI
 - E Both 3 and 4
- 30 The highest rating given by CRISIL is
- A AAA
 - B ABB
 - C AAA*
 - D A++
- 31 Unit Capital is
- A No. of units* face value
 - B No. of units outstanding* face value
 - C No. of units issued* current market price
 - D NAV * face value
- 32 Which of the following investment products do not give guarantee for return or capital
- A Bank deposits
 - B Public Provident Fund (PPF)
 - C National Savings Certificates (NSC)
 - D Units of a mutual fund
- 33 All fund have significant similarities except one
- A MIP
 - B Balance fund
 - C Capital protected fund

- D sector fund
- 34 All are the commodities except**
A Gold
B Crops
C Industrial metal
D Real estate
- 35 MIP is a debt fund**
A TRUE
B FALSE
- 36 Mutual fund is constituted as**
A Trust
B Company
C Financial intermediary
D NBFC
- 37 FMP is mostly a closed end fund**
A TRUE
B FALSE
- 38 Units are repurchase in closed end fund at**
A Higher than NAV
B Lower than NAV
C Whatever the price higher than NAV or lower than NAV
D At NAV price only
- 39 A trustee company function through**
A Board of trustee
B Board of directors
C Trust
D Board of directors of the company
- 40 The function of distributor and RTA is**
A Updated NAV
B Maintain the records of the investor
C Issuing and re-purchasing transaction of units
D Sending the Annual account statement of Mutual Fund
- 41 trust deed are contract between Trustee and _____**
A Sponsor
B AMC
C SEBI
D Investors
- 42 KYC application form are accepted at _____**
A Point of Service
B Point of Acceptance
C RTA
D NSDL
- 43 Appointment of distributor by fund is basis between distributor**
A AMC
B Investor
C SEBI
D AMFI
- 44 Though AGNI is mandate, there is no penalties in case of breach of code.**
A TRUE
B FALSE
- 45 Benchmark for Money market mutual fund**
A CRISIL CompBEX

- B CRISIL LiquiFEX
 - C NSE's MIBOR
 - D Both B and C
- 46 Benchmark for Money market mutual fund**
- A CRISIL CompBEX - Composite Bond Index
 - B CRISIL MIPLEX
 - C CRISIL Banking Index
 - D CRISIL Debt Hybrid Index
- 47 Benchmark for MIP**
- A CRISIL CompBEX - Composite Bond Index
 - B CRISIL MIPLEX
 - C CRISIL STBEX - Short-Term Bond Index
 - D CRISIL Debt Hybrid Index
- 48 SEBI has stop charging**
- A Initial Issue expenses
 - B Exit Load
 - C Deffered Load
 - D Management fees in liquid fund
- 49 SEBI has banned Entry load in Mutual Fund from 1st August, 2009**
- A TRUE
 - B FALSE
- 50 Quality of bond can be made out of**
- A YTM
 - B Credit rating
 - C Yield Matrix
 - D Yield Quality
- 51 NAV of funds are rounded off**
- A In equity fund upto 2 decimal
 - B Except than equity other funds are rounded off upto 4 decimals
 - C In liquid fund upto 4 decimals and other than liquid upto 4 decimals
 - D In debt fund upto 4 decimals
- 52 STT is leived on Re-purchase of unit from mutual fund**
- A 0.125%
 - B 0.015%
 - C 0.25%
 - D 0.017%
- 53 Mutual fund is liable to fare for**
- A Income
 - B Dividend
 - C Capital Gain
 - D Dividend Distribution
- 54 To convert the physical into Demat, investor must approach to**
- A Depository
 - B NSDL
 - C Depository Participant
 - D CDSL
- 55 An investor asks you in what order he should list the following schemes,going from the scheme with the least risk to the one with the highest risk -1.balanced fund, 2.A stock index, 3.A Liquid fund, 4.Pharmaceutical sector fund.**
- A 1,2,3,4.
 - B 1,3,4,2.
 - C 3,1,2,4.

- D 2,3,1,4.
- 56 Debt funds are exposed to ?**
A Market specific risks
B Sector specific risks
C Company specific risks
D Credit risk
- 57 Standard deviation measures ?**
A Fluctuations of a fund result around a mean level.
B Sensitivity of a funds returns to changes in market index.
C Weighted average P/E ratios of all stocks held in portfolio.
D Risk premium of the fund.
- 58 Which of this is not a part of high-risk funds ?**
A Aggressive growth funds
B Sector funds
C Income funds
D Specialized funds
- 59 Which of these strategies is best to reduce company specific risk ?**
A Holding largely diversified portfolio.
B Holding more number of sectors in a portfolio.
C By hedging with futures and options.
D None of above
- 60 For which of the following funds would you consider average maturity as an important factor in selecting the right one for the investor ?**
A A debt fund
B A Balanced fund
C Money market fund
D Both 1 & 2 above
- 61 Which of this is not a criteria for consideration while selecting equity funds ?**
A Classify the schemes
B Evaluate past returns
C Choose Strategies
D Reviewing funds structural characteristics
E Cost
- 62 Which of this statement is true ?**
A Selecting a money market fund is easier than selecting a bond or equity fund.
B Selecting a bond fund is easier than selecting a money market fund
C Selecting an equity fund is easier than selecting a money market fund
D None of above
- 63 Which of this statement about balanced fund is true ?**
A Balanced fund is exactly 50% equity and 50% debt.
B Balanced fund is exactly 40% equity and 60% debt.
C Balanced fund is rarely exactly 50% equity and 50% debt.
D Balanced fund is exactly 60% equity and 40% debt.
- 64 For young investors doing retirement planning ?**
A Monthly Income schemes are appropriate
B Long term bond funds are appropriate
C Money market funds are appropriate
D None of above
- 65 Why should a fund distributor become a financial planner ?**
A Because of Strong Potential for such services
B Because of Limited supply of financial planner
C Because of the kind of the money this business offers

- D Only 1&2
E Only 1&3
- 66 Which of the following are true ?**
A It's the duty of the client to set measurable financial goals
B It's the financial planners duty to set measurable financial goals for his clients
C Both the clients and financial planners should together set measurable financial goals
D None of the above
- 67 Risk tolerance is ?**
A Is the abnormal loss, which the investor is ready to incur
B Is the extent of loss the client can tolerate psychologically and financially
C Is the normal loss of an investment category
D None of the above
- 68 portfolio rebalancing is ?**
A A one time process
B Has to be done once in fortnight
C An indefinite continuous process
D Has to be done once in a year
- 69 Which of this is not a step in the financial planning process ?**
A Determine the shape and risk tolerance level of the client
B Define the clients goals
C Portfolio rebalancing
D Managing the clients finances
- 70 Which of these is not the clients responsibilities ?**
A Set measurable financial goals
B Re-evaluate the financial situation periodically
C Have realistic expectations
D Gather and analyze data
- 71 The Strategy advisable for an investor to maximize investment return in the long run is?**
A Buy and hold on to investments for a long time
B Liquidate poorly performing investments from time to time
C Liquidate good performing investments from time to time
D Switch from poor performers to good performers
- 72 The rupee-cost averaging talks about ?**
A Investments for the same amount at regular intervals
B When to buy, sell or switch from one scheme to another
C Disgarding the non-performers and keeping the good performers
D All of the above
- 73 If you maintain a flexible ratio of asset allocation, would you?**
A Rebalance the Debt/Equity allocation periodically
B Rebalance the Debt/Equity allocation very periodically
C Generally avoid portfolio rebalancing
D Keep fixed percentages of equity & debt investments at all times
- 74 Which of the asset allocation principles talks about adjusting the percentages for each group of investors after taking account of their age ?**
A Fixed vs. Flexible asset allocation.
B Strategic asset allocation.
C Tactical asset allocation
D Benjamin Graham's 50-50 Balance
- 75 What is active switching ?**
A Using telephone switching method to actively move in and out of different schemes of different fund complex

- B Using telephone swithing method to actively move and out of different schemes of same fund complex
 - C Using telephone switching method to atively move and out of the same scheme of the same fund complex
 - D Using telephone switching method to atively move and out of the same scheme of the different fund complex
- 76 Direct investments in stock markets can be a better option over investing through mutual funds if ?**
- A The investor wants better returns than those offered by mutual funds
 - B The investor has large capital, knowledge and resources for research
 - C The investor has identified a bullish phase in the stock market
 - D The investor wants to invest for the long term
- 77 An investor in need of regular income should not select ?**
- A A bank deposits
 - B A debt fund
 - C An Equity growth fund
 - D PPF
- 78 The without profit insurance policy promices to pays ?**
- A The sum assured and the bonus declared by LIC from year to year
 - B Certain sum of money to the survivor of the policy taken in the event of death within the term of the policy
 - C None of the above
 - D BothA and B
- 79 Which of the following statements is not true about mutual funds ?**
- A Investing In MF divesify portfolios.
 - B Investing In MF offer liquidity
 - C Inesting In MF increases transaction cost
 - D MF offer professional management
- 80 Investors do not always look for returns while investing in ?**
- A Mutual Funds
 - B Real Estate
 - C Gold
 - D Bank Deposits
- 81 G-Sec papers are normally issued on a ?**
- A Short term basis
 - B Medium term basis
 - C Long term basis
 - D Very short term basis
- 82 Relief bonds issued by government are?**
- A Highly risky
 - B Moderate risky
 - C Vertually risk free
 - D None of the above
- 83 Which of these instruments is not issued by the corporates ?**
- A Fixed Deposits
 - B Commercial Paper
 - C Debentures
 - D Bonds
- 84 Interval Funds are**
- A Largely open-ended but convert into close-ended at pre-specified intervals
 - B Largely close-ended but convert into open-ended at pre-specified intervals
 - C Always open-ended

- D None of the above
- 85 NAV after dividend payment is called**
- A Re-investment
 - B Cum Dividend
 - C Ex-Dividend
 - D None of the above
- 86 Individual Investor cannot pledge their units**
- A TRUE
 - B FALSE
- 87 If a financial advisor gives alternate plans for investment , investor might get confused**
- A TRUE
 - B FALSE
- 88 Redemption is**
- A NAV minus exit load
 - B NAV plus exit load
 - C NAV Plus entry Load
 - D NAV minus entry load
- 89 KYC is not required incase of minors?**
- A This statement is true
 - B KYC of minor is mandatory
 - C KYC of guardian is require incase if investment is in minors name
 - D KYC is not mandatory in MF
- 90 Who enables the collection and payment of investments?**
- A Registrar
 - B SEBI
 - C AMFI
 - D RBI
- 91 Winning lottery is an example of**
- A Sudden Wealth
 - B Transition stage
 - C Wealth Cycle
 - D Life Cycle
- 92 In India the first mutual fund was established in**
- A 1963
 - B 1964
 - C 1987
 - D 1993
- 93 Distributor while getting empanelled also fill self declaration stating that?**
- A They should receive commission on time
 - B All employees who are engaged in the sale and distribution shall obtain ARN
 - C Shall abide with Sebi code of ethics
 - D None of the above
- 94 Mutual Funds shall be recommended as**
- A A get rich quick investment option
 - B Investments to achieve long term goals
 - C Guaranteed returns
 - D Direct investment in capital market
- 95 Black Swan is referred as**
- A A kind of Offer Document
 - B When the market can behave in a manner not seem in the past
 - C Black marketing

- D Opposite of White Swan
- 96 Investments in an Equity Linked Savings (ELSS)**
 A Entitles the investor to claim income tax rebate
 B Requires the investment to be locked in for a period of 3 years
 C Automatically leads to investment in equity shares
 D All of these
- 97 Which of the following statement is true?**
 A Growth and Risk are associated with equity funds
 B Stability is associated with debt funds
 C Both 1 & 2
 D None of the above
- 98 Dividend distribution tax paid on money market instruments is ?**
 A 25%
 B NIL
 C 25%+surcharge+cess
 D 20%+surcharge+cess
- 99 Investor have right to inspect except**
 A Compliance Report
 B Custodial agreement
 C Trust deed
 D Investment report of the fund manager
- 100 The new platform for trading in NSE and BSE are called as**
 A NEAT MFSS
 B BSE Star Mutual Fund
 C Both 1 and 2
 D NEAT MMF
- 101 Switch is**
 A Not allowed in mutual fund
 B Is equal to a purchase transaction
 C Is a repurchase from one scheme and purchase in another scheme with 1 request
 D None of the above
- 102 If investor has made a subscription in Rel Gilt Fund at 2:30 pm with a local cheque which NAV would be applicable?**
 A Nav of the same day of application
 B Nav of the immediate next working day
 C Nav of the same working day.
 D None of the above
- 103 Benefits of Demat A/C are**
 A Direct credit of bonus units
 B Making available screen based platforms for purchase and sale of Mutual Fund Schemes
 C Single point of address change
 D All of the above
- 104 Selected branches/Offices of mutual fund registrars and large distributors serve as _____ for KYC documentation?**
 A Point of Sale
 B Point of Service
 C Point of Acceptance
 D All of the above
- 105 Who cannot invest in MF?**
 A NRI
 B HUF

- C FII
- D Foreign citizen
- 106 Time stamping is mandatory at**
 - A All offices of AMC
 - B Offices of AMC and point of acceptance wherever applications are accepted
 - C Custodian's Office
 - D All of the above
- 107 At the time of turmoil gold prices**
 - A Changes Randomly
 - B Goes down
 - C Goes upwards steady
 - D Remains Constant
- 108 Stock picking is ____ approach**
 - A Top Down Approach
 - B Bottom up Approach
 - C Growth Style
 - D Blended Style
- 109 The difference between the yield on Gilt and the yield on a non-government Debt security is called**
 - A YTM
 - B Yield Spread
 - C Call to Yield
 - D Floating Rate
- 110 The head of expenses are decided by**
 - A SEBI
 - B AMC
 - C Trustees
 - D Stock Exchange
- 111 A conservative investor will invest in _____**
 - A Diversified Equity
 - B Mid Cap
 - C Small Cap
 - D Arbitrage Funds
- 112 _____ is used to measure fluctuation of fund**
 - A Sharpe Ratio
 - B Treynor Ratio
 - C Standard Deviation
 - D Alpha
- 113 _____ is not a credit rating agency**
 - A Morning Star
 - B CDSL
 - C Credence
 - D Crisil
- 114 In case of post-NFO investor should receive a/c statement in _____ ?**
 - A 10 working days
 - B 5 working days
 - C 7 working days
 - D 3 working days
- 115 _____ fees cannot be charged to a scheme**
 - A Service Tax
 - B Listing fees and Depository Fees
 - C Registrar and transfer fees

- D Software development fees
- 116 If an investor's regular income improves then his risk appetite will also**
A Increase Gradually
B Increase rapidly
C Increase slowly
D Remain constant
- 117 Which of the following is an international asset class?**
A Real Estate
B Equity
C Debt
D Gold
- 118 _____ is an approach to understand the risk appetite of investor?**
A Risk Handling
B Risk Approach
C Risk Profiling
D Risk Taking
- 119 During the recessionary situation in _____ equity markets in many countries fared poorly, but gold prices went up?**
A 2007-09
B 2008-10
C 2009
D None of the above
- 120 The distribution of an investor's portfolio between different asset classes is called _____?**
A Asset Allocation
B Asset Management
C Asset Framework
D None of the above
- 121 As the person grows older, the debt component of the portfolio keeps increasing. This is an example of _____**
A Tactical Asset Allocation.
B Strategic Asset Allocation.
C Model Portfolio's
D None of the above.
- 122 _____ is suitable only for seasoned investors operating with large investibles surpluses?**
A Model Portfolio's
B Strategic Asset Allocation.
C Tactical Asset Allocation.
D None of the above.
- 123 Investment advice is dependent on understanding**
A Risk appetite of the investor
B Risk level of the investment options being considered.
C Both of the above
D None of the above
- 124 SAI needs to be updated regularly by the end of _____**
A every 3 months
B every 6 months
C every 3 months of every financial year
D every 6 months of every financial year
- 125 As per SEBI regulations, every application form needs to be accompanied by**

- A SID
 - B SAI
 - C Offer Document
 - D KIM
- 126 KIM does not include which of the following**
- A Risk profile of the scheme
 - B Bench Mark
 - C Rights of Unit holders
 - D Loads & expenses
- 127 KIM needs to be updated every**
- A 3 months
 - B 6 months
 - C 12 months
 - D need based
- 128 Post the initial update, the SID needs to be update _____**
- A every 3 months
 - B every 6 months
 - C every 9 months
 - D every 12 months
- For a scheme launched in March 2010, the first update of the SID would be due by**
- 129**
- A Apr-10
 - B Jun-11
 - C Jun-12
 - D Mar-11
- 130 Any change in the scheme needs to be**
- A mentioned in an addendum
 - B advertised in a national english newspaper
 - C mentioned in the website of the mutual fund
 - D All of the above
 - E None of the above
- 131 SID contains the condensed financial inforamtion of the schemes launched in the last _____ years by the AMC**
- A 3 years
 - B 5 years
 - C 3 financial years
 - D since the inception
- 132 Clearing the certifying examination and getting SEBI's permission are mandatory before a person/ institution can start selling mutual funds**
- A TRUE
 - B FALSE
- 133 Though CIO has investment right it plays limited role in investing in market**
- A TRUE
 - B FALSE
- 134 If investor buy 7% debentures and companies rating came from AA to AAA In what price will investor sell**
- A At premium
 - B At Discount
 - C At par
 - D Does not have in relation.
- 135 In which of the following NFO details will be mentioned**
- A KIM only

- B SID
 - C SID and KIM
 - D SAI
- 136 Can a mutual fund invest as per the board resolution, though not as per the rules of Memorendum of Association**
- A TRUE
 - B FALSE
- 137 NFO for ELSS is for**
- A 15 days
 - B Monthly
 - C 30 days
 - D Date of closure of NFO
- 138 Code of conduct of AMC given in which schedule**
- A First Schedule
 - B Fourth Schedule
 - C Fifth Schedule
 - D Seventh Schedule
- 139 SEBI stop charging.**
- A Initial Issue expenses
 - B CDSC
 - C RTA
 - D Recuring expenses
- 140 What would be the NAV if an investor invest in a gilt fund Rs. 1 crore at 3:30 PM by a local cheque.**
- A Same days NAV
 - B NAV of realisation date
 - C NAV of previous day of realisation
 - D NAV of next days
- 141 The investor also has the option to convert the demat unit into physical form is**
- A Rematerialisation
 - B Dematerialisation
 - C Demat
 - D Remat
- 142 Individuals who want to bulid their wealth and are ready to take the risks are ?**
- A Old investor
 - B Investor who is in Transition phase
 - C Wealth creating affluent investors
 - D Wealth preserving affluent investors
 - E None of the above
- 143 Which of the following is not a commodity**
- A Food crops
 - B Gold
 - C Currency
 - D Art
- 144 TDS on Dividend in Mutual Fund is**
- A 25%+surcharge+cess
 - B 12.5%+surcharge+cess
 - C 20%+surcharge+cess
 - D NIL
- 145 Who handles the securities of Mutual Fund**
- A Custodian
 - B SEBI

- C AMFI
- D Fund Accountant

146 If an Investor is investing Rs. 10 Lacs at 4.00 PM in NFO. NAV on that day is Rs. 15. Find the units allotted to the investor

- A 66666.66667
- B 100000
- C 66667
- D 60000

147 If an investor has given the request for redemption of 1000 units at the NAV of Rs. 12 and Face Value is Rs. 10. Find the amount that investor will receive

- A Rs. 12000
- B Rs. 12500
- C Rs.10000
- D Cannot say anything

148 DTAA means,

- A Dividend tax Authorised Association
- B Double Taxation Avoidance Agreement
- C Double Taxation Acceptance Agreement
- D Double Taxation Authorised Agreement

149 Withholding tax applicable to the non residential investor is _____ according to DTAA

- A Lower of the rate
- B Higher of the rate
- C Same rate
- D Either higher or lower of the rate

150 Financial planning is-

- A Investing funds to receive the highest rate of return possible
- B Restoring to tax planning to keep taxes as low as possible
- C Planning for retirement with the maximum income possible
- D Process of solving financial problems and reaching financial goals