

- 301 Which of the following informations cannot be included in a tombstone advertisement?**
- A Logo or trademark
 - B Name of AMC
 - C Entry and/ or exit loads
 - D Declaration of NAV
- 302 Which of the following informations can be included in a tombstone advertisement?**
- A Scheme literature
 - B usage of ranking given by third party
 - C product launches
 - D Risk factors
- 303 Risk factors need to be mandatorily mentioned in the tomb advertisements; A general statement to refer to the SID for details needs to be mandatorily mentioned in the tomb advertisements.**
- A both statements are right
 - B both statements are wrong
 - C only first statement is right
 - D only second statement is right
- 304 Any statement if mentioned in the Product Launch advertisement explicitly, need not be substantiated in the SID & SIA**
- A TRUE
 - B FALSE
- 305 The maximum initial commission that an AMC can pay to distributors is _____**
- A 0.05%
 - B 1%
 - C 2%
 - D Nil
- 306 The distributor can charge a fee from the investor**
- A TRUE
 - B FALSE
- 307 Stock exchange brokers are permitted to distribute mutual funds without the requirement of passing the certifying test.**
- A TRUE
 - B FALSE
- 308 Trail commissions are linked to valuation of portfolio in the market**
- A TRUE
 - B FALSE
- 309 Which of the following is an international asset?**
- A Real Estate
 - B Gold
 - C Currency market
 - D International Fund
- 310 Investment objective defines the broad investment charter**
- A TRUE
 - B FALSE
- 311 Age come under**
- A Family information
 - B Personal information
 - C Employability
 - D Financial information
- 312 Risk appetite of investors is assessed through**
- A Risk Appetizers
 - B Asset Allocators
 - C Risk Profilers

D Financial Plan

- 313 A person working with TCS as a CEO have more risk appetite than a person working as a CSR in TCS**
A TRUE
B FALSE
- 314 An adventurous and daring person can bear more risk**
A TRUE
B FALSE
- 315 In recessionary period gold gives better return than any other financial product**
A TRUE
B FALSE
- 316 According to strategic asset allocation, a 60 year old retired person from a government job, would invest in**
A 60% Debt, 40% equity
B 30% liquid, 60% debt and 10% equity
C 70% debt and 30% equity
D 100% debt
- 317 A person working in BPO, the planner would advice to invest in**
A Equity
B Debt
C Entire corpus in Equity
D Large amount in equity through SIP
- 318 The psychological need to having an asset under one's possession, provides the customer with _____ because of which they prefer physical assets.**
A Comfort
B Simplicity
C Feeling of helping the economy
D Advance impact on society
- 319 Gold future contracts have an unlimited contract period.**
A TRUE
B FALSE
- 320 Gold future contracts can be renewed at the expiry of the contract period, with no renewal cost.**
A TRUE
B FALSE
- 321 Gold ETF is an open end scheme; Gold ETF has a fixed maturity period.**
A Both statements are right
B Both statements are wrong
C Only the 1st statement is right
D Only the 2nd statement is right
- 322 Investors who buy ETF can hold on to their position indefinitely.**
A TRUE
B FALSE
- 323 Gold holdings, including that used for personal use, attracts Wealth Tax**
A TRUE
B FALSE
- 324 Gold linked mutual fund schemes are exempted from Wealth tax; Gold deposit schemes are exempted from Wealth tax.**
A Both statements are right
B Both statements are wrong
C Only the 2nd statement is right
D Only the 1st statement is right
- 325 Real estate is an illiquid market; Gold has the advantage of liquidity**
A Both statements are right
B Both statements are wrong
C Only the 2nd statement is right

- D Only the 1st statement is right
- 326 Under the Deposit Insurance Scheme of the govt, upto Rs _____ per depositor in a bank is paid by the insurer, incase the bank fails to pay the depositor's money.**
- A 2 lakhs
B 1 lakh
C 5 lakhs
D Nothing
- 327 Pre-mature closure of a fixed deposit attracts a penalty.**
- A TRUE
B FALSE
- 328 Interest earned in a bank deposit is taxable each year.**
- A TRUE
B FALSE
- 329 PRAN stands for**
- A Provisional Registration Account Number
B Personal Retirement Account Number
C Personal Registration Account Number
D Permanent Retirement Account Number
- 330 Under new NPS scheme, Tier I is the Pension account while Tier II is a Savings account**
- A TRUE
B FALSE
- 331 The Pension account is withdrawable; Tier II is non-withdrawable**
- A Both statements are right
B Both statements are wrong
C Only the 1st statement is right
D Only the 2nd statement is right
- 332 The Life cycle fund under NPS will invest the investor's money into**
- A Equity market instruments
B Debt securities, other than govt securities
C govt securities
D any fund as per the investor's choice
E any fund as per the customer's age
- 333 Gold futures are superior to ETF Gold as a vehicle for life-long investment in gold**
- A TRUE
B FALSE
- 334 As regards wealth tax, ETF Gold is superior to physical gold.**
- A TRUE
B FALSE
- 335 The New Pension Scheme is regulated by**
- A SEBI
B IRDA
C PFRDA
D AMFI
- 336 An investor under the new pension scheme can choose which of the following asset classes**
- A Equity
B Corporate debt
C govt securities
D Any of the above
- 337 Tangible assets can also be called as _____**
- A Physical assets
B Financial assets
C Non-physical assets

- D Real assets
- 338 A share certificate is a physical asset; A Share certificate is not the asset but only the evidence supporting the benefit that the investor is entitled to**
- A both statements are right
B both statements are wrong
C only first statement is right
D only second statement is right
- 339 A gold bar and a share certificate of gold exchange fund are both examples of physical assets.**
- A TRUE
B FALSE
- 340 Majority of the wealth of Indians is locked in _____**
- A Physical assets
B Financial assets
C Non-physical assets
D Gold and Real estate
- 341 MCX stands for _____**
- A Multi commodity Exchange
B Mega commodity exchange
C Multi consumer exchange
D Mumbai commodity exchange
- 342 In the formula $A=P*(1+I)^n$, P stands for**
- A Principle
B Profit
C Cost in today's terms
D Cost at the end of the period when the expense will be incurred
- 343 Which of the following might be worth considering while doing a financial planning**
- A Inflation
B Number of years after which the expense will occur
C Are the expenses to be done in foreign currency
D All of the above
- 344 An equity portfolio is not a viable investment option to meet short term financial needs**
- A TRUE
B FALSE
- 345 A comprehensive financial plan takes into account all the financial goals of a person together, and then startegises the investment plan.**
- A TRUE
B FALSE
- 346 _____ captures the estimated inflows from various sources and estimated outflows for various financial goals, including post-retirement living expenses**
- A Goal-oriented Financial plan
B Comprehensive Financial plan
C Staretegic Financial Plan
D Tactical financial plan
- 347 The comprehensive financial plan includes**
- A Gather Client data, define client goals
B analyse & evaluate client's financial status
C Implement the financial planning recommendations
D Monitor the financial planning recommendations
E All of the above
- 348 A goal oriented financial plan includes taking a perspective on the Life Cycle and Wealth Cycle of the investor**
- A TRUE
B FALSE

- 349 Equity exposure suits which of these Life Cycle the most**
 A Young Unmarried
 B Young Married
 C Childhood
 D Married with young children
- 350 Life insurance becomes absolutely critical for**
 A young married working couple
 B young married couple, with one spouse working
 C young unmarried person
 D a child
- 351 Premiums for Term insurance policies are generally higher than those of the Unit linked policies**
 A TRUE
 B FALSE
- 352 Starting with a health insurance policy early is the best antidote against the _____ clause.**
 A Low premium
 B Exclusions
 C Co-payment
 D Pre-existing illness
- 353 Health insurance policy claims are generally settled through reimbursement or on cashless basis**
 A TRUE
 B FALSE
- 354 The Accumulation phase of the wealth cycle corresponds with which of the life cycle phase/s**
 A childhood to pre-retirement
 B young married to married with older children
 C young unmarried to pre-retirement
 D young unmarried to married with older children
- 355 In the _____ phase of the wealth cycle, the investors tend to increase the proportion of their portfolio in liquid assets viz money in the bank, liquid schemes etc**
 A Accumulation
 B Sudden wealth
 C Transition
 D Inter-generational transfer
- 356 _____ phase of the Wealth cycle is the parallel of the retirement phase of the Life cycle**
 A Transition
 B Accumulation
 C Sudden Wealth
 D Reaping
- 357 The Inter-generational transfer phase should not be postponed beyond _____ years of age**
 A 40
 B 35
 C 45
 D 50
- 358 Regular money is required during the _____ phase.**
 A Reaping
 B Transition
 C Accumulation
 D Sudden Wealth
- 359 During the sudden wealth phase, it is advisable to initially block the money by investing in a _____ scheme**

- A equity
 - B liquid
 - C debt
 - D life insurance
- 360 Term life insurance policies are the cheapest form of insurance**
- A TRUE
 - B FALSE
- 361 Money back life insurance policies help with regular inflow of cash at periodic intervals**
- A TRUE
 - B FALSE
- 362 Today's costs can be translated into future requirement of funds using the formula**
- A $A = P * (1+I)^n$
 - B $A = P / (1+I)^n$
 - C $P = A^n * (1+I)$
 - D $P = A^n * (1+I)$
- 363 Providing funds for a daughter's marriage is an example of**
- A Goal-oriented Financial plan
 - B Comprehensive Financial plan
 - C financial goal
 - D none of the above
- 364 According to the Certified Financial Planner - Board of Standards (USA), the first stage in financial planning is**
- A Analyse and evaluate client's financial status
 - B Establish and Define the client-planner relationship
 - C Gather client data, define client goals
 - D Develop and present financial planning recommendations and/ or options
- 365 Investors can get into long term investment commitments in _____**
- A Distribution phase
 - B Transition
 - C Inter-generational phase
 - D Accumulation phase
- 366 Portfolio turnover rate of a fund measure the**
- A Size of the fund's portfolio
 - B Amount of buying and selling done by the fund
 - C The average number of units sold by the fund in one day
 - D None of the above
- 367 An Investor with Double-Income in Late forties with no children Debt-Equity Portfolio would be?**
- A 50:50
 - B 60:40
 - C 30:70
 - D 70:30
- 368 Black Swan means,**
- A Opposite of white swan
 - B The sentiments of market
 - C unexpected scenario in the market, which has not yet been performed in the past
 - D Fluctuation into the market
- 369 Riskiest fund in balanced fund is :**
- A Capital Protection Scheme.
 - B MIP.
 - C Fixed Asset Allocation Fund.
 - D Flexible Asset Allocation Fund.
- 370 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

371 The size of a fund has no bearing on its performance

- A TRUE
- B FALSE

372 As per SEBI, mutual funds can borrow for short term to the extent of

- A Total net assets
- B 50% of net assets
- C 25% of net assets
- D 20% of net assets

373 Which of the following is of no relevance in evaluating fund's performance

- A The performance of the stock market as a whole
- B The performance of other mutual funds
- C The returns given by other comparable financial products
- D The change in wholesale price index

374 The choice of an appropriate benchmark for evaluating a fund's performance depends on

- A The fund manager
- B The investment objective of the fund
- C SEBI
- D AMFI

375 Investing real estate fund has an advantage except :

- A Diversified Portfolio.
- B High Ticket Size.
- C Professional Management.
- D Domestic Asset.

376 For evaluating funds, the preferred benchmark would be the

- A BSE Sensex
- B S&P CNX Nifty
- C BSE 200
- D S&P CNX Sectoral Indices

377 To evaluate a close-ended debt-fund, a suitable benchmark would be

- A BSE Sensex
- B I-Sec's I-BEX
- C CRISIL Debt Index
- D S&P CNX Defty

378 When comparing performance of two funds, the following need not be similar

- A Risk profiles
- B Investment objectives
- C Fund size
- D Fund managers

379 Financial goals do not include

- A Buying a home
- B Winning a sports gold medal
- C Planning for retirement
- D Saving for child's education

380 Financial planning allows a person

- A To become a billionaire
- B To achieve financial goals through proper management of finances
- C To invest in foreign countries
- D None of the above

381 Financial plans do not alter in any way the amount of tax an investor pays as the tax is on his income

- A TRUE

- B FALSE
- 382 Which of the following works with an investor on his overall financial situation**
- A Tax Advisor
 - B Financial Planner
 - C Insurance Agency
 - D Financial Advisor
- 383 A Financial planner takes responsibility for the financial well being of his/her clients**
- A TRUE
 - B FALSE
- 384 Financial planners and their clients should focus on**
- A Allocating funds to asset classes (e.g.debt,equity etc.)
 - B Allocating funds to individual securities
 - C Tracking stocks, which they feel have potential
 - D None of the above
- 385 Financial Planning comprises**
- A Defining a client's profile and goals
 - B Recommending appropriate asset allocation
 - C Monitoring financial planning recommendations
 - D All of the above
- 386 Financial planning is relevant only for high networkth individuals**
- A TRUE
 - B FALSE
- 387 Financial planning does work for older clients**
- A TRUE
 - B FALSE
- 388 Financial planning is primarily tax planning**
- A TRUE
 - B FALSE
- 389 In financial planning, all responsibility ends with the financial planner and the client has no responsibilities**
- A TRUE
 - B FALSE
- 390 The constraint on financial planning due to insufficient investable resources can be remedied to some extent by**
- A Decreasing the standard of living
 - B Disciplining children
 - C Disciplined monthly budgeting
 - D None of the above
- 391 Which of the following is the least risk in the mutual fund**
- A Money market mutual fund
 - B Equity fund
 - C Growth fund
 - D Gild fund
- 392 If an investor keeps investing a fixed amount at regular intervals, the average cost of his purchases will always be less than if he makes investment at irregular periods**
- A TRUE
 - B FALSE
- 393 Which of the following lets an investor book profits in rising market and increase holdings in a falling market**
- A Fixed Rates of Asset Allocation
 - B Flexible Ratio of Asset Allocation
 - C Investment without any asset allocation plan
 - D Buy and hold Strategy

- 394 The strategy advisable for an investor to maximise 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
- 395 In India, individual investors do not have direct access to**
- A Capital market instruments
 - B Real estate
 - C Bullion
 - D Money market instruments
- 396 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
- 397 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
- 398 Investor can do the day transaction in Open end equity fund**
- A TRUE
 - B FALSE
- 399 The biggest disadvantage of investment in real estate is**
- A Less potential for capital appreciation
 - B High purchase price
 - C Depreciation in value as time passes
 - D Value gets eroded due to inflation
- 400 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
- 401 Listing of shares at a stock exchange ensures**
- A Guaranteed returns
 - B Long term capital appreciation
 - C Low risk
 - D High liquidity
- 402 The SAI is relevant for all the scheme offered by Same Mutual Fund**
- A TRUE
 - B FALSE
- 403 Which of the following is not a characteristic of company fixed deposits**
- A A higher rate of interest
 - B Higher risk
 - C Unfavourable effect of tax
 - D Very high liquidity
- 404 Deferred Loan only charged in close end scheme**
- A TRUE
 - B FALSE
- 405 Individual investors do not normally invest in Government Securities because**
- A Individual investors are not allowed to invest in Government Securities
 - B The amount required for investment is very large
 - C Safety of principal is not guaranteed
 - D None of the above

- 406 If the investor cannot pay the premium he can go for term plan in insurance policy
- A TRUE
 - B FALSE
- 407 Dividends distributed by mutual funds are
- A Taxed at source
 - B Taxed in the hands on the investors
 - C Are subject to capital gains tax
 - D Are tax-free in the hands of the investor
- 408 Investing through mutual fund is a better option than investing directly in the stock market because
- A Identifying stocks is a difficult process
 - B Agents get commissions on mutual fund investment
 - C Returned are guaranteed by mutual funds
 - D None of the above
- 409 Interest rate risk is :
- A Financial Loss.
 - B Inflation.
 - C Tax Deferral.
 - D Tax Benefit.
- 410 Which of the following debt investments is not rated
- A Corporate bonds
 - B Commercial paper
 - C Company deposit
 - D Debt fund
- 411 Gold and real estate are attractive investment options only in high inflation economies
- A TRUE
 - B FALSE
- 412 Deciding on strategies such as long-term compounding, cost averaging, value averaging, active switching, all depend on the
- A Stock market situation on date
 - B Amount of money to be invested
 - C Investor's risk tolerance
 - D Phase through which the economy is passing
- 413 Financial planning involves
- A Studying financial management
 - B Managing the risk of investment
 - C Financing the client's investments
 - D None of the above.
- 414 It is _____ objective to develop a cadre of well trained agent distributors
- A SEBI
 - B AMFI
 - C RBI
 - D AMC
- 415 Capital protected schemes invest zero coupon bond
- A TRUE
 - B FALSE
- 416 There is at least 3 board of trustee required in Mutual Funds
- A TRUE
 - B FALSE
- 417 The appointment of AMC can terminated by majority of board of trustee
- A 75% unit holder
 - B Majority of board of directors
 - C Majority of board of directors of AMC
 - D Both a and b

- E Both a and c
- 418 In NPS the investor can invest in life cycle fund**
 A TRUE
 B FALSE
- 419 Tier II pension account is withdrawable**
 A TRUE
 B FALSE
- 420 The benefit of application by blocked amount is**
 A The amount will debited only when units will be allotted
 B The amount will debited only when investor will give the request
 C According to SEBI regulation
 D Depends upon AMC'S employee
- 421 Indexation means**
 A Capital gain
 B Benefit of inflation
 C Cost adjusted with the impact of inflation
 D the technique of reducing the capital gain tax
- 422 Which of the following is prohibited in Tombstone Advertisement**
 A Contact details of AMC and RTA
 B Entry load and exit load
 C Declaration of NAV and performance
 D Logo or trade mark
- 423 In liquid fund returns can be advertised in**
 A 1 yrs, 3yrs, 5yrs, and since inception
 B 15 yrs, 30yrs, 5yrs, and since inception
 C 7 days, 15 days, 30 days
 D 7 days, 15 days, and since inception
- 424 Volatility of an equity fund portfolio is independent of the**
 A Kind of stocks in the portfolio
 B Degree of diversification of the portfolio
 C Fund manager's success at market timing
 D Number of investors in the scheme
- 425 Equity price risks are**
 A Company specific
 B Market level
 C Sector specific
 D All of the above
- 426 Diversification reduces**
 A Company specific risk
 B Market level risk
 C Both of the above
 D None of the above
- 427 If the investor is not comfortable with any change then**
 A He can redeem his investment at prevailing NAV
 B He can redeem investment at prevailing NAV within 30 days from the date of change take place
 C Cannot exit at face value
 D Can exit at face value
- 428 A fund with a high beta coefficient gives greater returns in a rising market, and is more risky in a falling market**
 A TRUE
 B FALSE
- 429 Which of the following is a disadvantage of standard deviation as a measure of risk**
 A Standard deviation measures total risk, not just market risk
 B It is based on past returns, which does not necessarily indicate further performance

- C It is an independent number
- D All types of fund can be measured with standard deviation
- 430 The role of an agent is to**
 - A Point out the features and benefits of various investment options
 - B Help the investor develop the right approach to investing
 - C Recommend some investment option available
 - D Offer adhoc advise whenever the investor has surplus money available
- 431 One of the most effective ways to invest through mutual fund is to**
 - A Develop a model portfolio
 - B Buy a few units of every mutual fund scheme available
 - C Invest all the money in one fund scheme
 - D Invest all the money in different schemes of the same fund family
- 432 what is the maximum time period for investing in NFO of equity linked saving fund is,**
 - A 15 days
 - B 20 days
 - C Up to the last date of NFO
 - D None of this
- 433 Asset allocation is**
 - A Keeping certificates of the physical securities in proper places
 - B Allocation the available money to all the securities available
 - C Allocating the right proportion of funds to equity, debt and money market securities
 - D None of the above
- 434 Gold sector fund invest in gold**
 - A TRUE
 - B FALSE
- 435 Which of the following aspects would an investor in a debt scheme give most importance**
 - A Sector Selection
 - B Stock selection
 - C Weighted average Maturity
 - D No. of securities in portfolio
- 436 A retired person generally needs a greater proportion of**
 - A Debt funds
 - B Equity funds
 - C Money market funds
 - D All of the above
- 437 To satisfy a young investor's need for growth, a greater proportion of investment should be advised in**
 - A Gilt funds
 - B Income funds
 - C Equity growth fund
 - D All of the above
- 438 A very high proportion of investment in all types of equity funds is advisable for investors**
 - A In distribution phase
 - B In accumulation phase
 - C In transition phase
 - D Who are wealth preserving affluent individuals
- 439 The transition phase of an investor's wealth cycle is when**
 - A The financial goals have been already met
 - B The investor has retired
 - C Financial goals are approaching
 - D Investor suddenly gets a windfall
- 440 A high proportion of investment in income funds is required by**
 - A Accumulating investors

- B Affluent investors
 - C Investors in the inter-generational transfer phase
 - D Investors in the distribution phase
- 441 Retired investor should**
- A Not draw down on their capital
 - B Not invest in securities, which bear risk of capital erosion
 - C Continue holding a major portion of their holding in equity growth funds
 - D Never invest in equity
- 442 For older investors who want to transfer their wealth**
- A No financial planning is required
 - B The right investment strategy depends upon who the beneficiaries are
 - C The right investment strategy depends upon the state of the stock market
 - D All the funds can be invested in aggressive equity funds
- 443 Investors who acquire sudden wealth**
- A Can speculate with all the acquired money in the stock markets
 - B Should not use any of the new wealth to invest in equity
 - C Should take the effect of taxes into account
 - D Need not pay any taxes on the newly acquired wealth as it is not a part of their regular income
- 444 Only if a specialty offshore fund has consistently given very good performance, it can be considered for investment by a retiree**
- A TRUE
 - B FALSE
- 445 Past performance should not be solely relied on for selecting a fund**
- A TRUE
 - B FALSE
- 446 Between the past performance of the fund and its suitability for an investor, past performance is more important**
- A TRUE
 - B FALSE
- 447 What is the excel formula of standard deviation**
- A $S.D=STDEV(\text{range of cells where the periodic returns are calculated})$
 - B $S.D=STDEV$
 - C $S.D=(\text{range of cells where the periodic returns are calculated})$
 - D $S.D=STDEV*(\text{range of cells where the periodic returns are calculated})$
- 448 What is the fourth step of financial planning as per Certified Financial Planner-Board of Standards (USA)?**
- A Gather Client Data
 - B Define Goal
 - C Establish Relationship
 - D Monitor the Financial Planning Recommendations
- 451 For which of the following 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 A Money market fund
 - D Both a and b above
- 452 How many time KIM needs to be updated :**
- A Twice in Growth.
 - B Every Year.
 - C Quaterly.
 - D Every Month.
- 453 If beta is higher than 1, the fund is:**
- A Less volatile than market
 - B More volatile than market
 - C Equally volatile than market

- D No relation
- 454 Sharpe and Treynor Ratios are measures of:**
- A Average return
 - B Risk
 - C Risk adjusted return
 - D Beta of the portfolio
- 455 A criticism of rupee-cost averaging is**
- A Investment is for the same amount at regular intervals
 - B Over a period of time, the average purchase price will work out lower than if one tries to guess the market highs and lows
 - C It does not tell you when to buy, sell or switch from one scheme to another
 - D Rupee cost averaging has no serious shortcomings
- 456 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 frequently
 - C Generally avoid portfolio rebalancing?
 - D Keep fixed percentages of equity and debt investments at all times?
- 457 While deciding on an asset allocation strategy, the investor must consider...**
- A The stage of his life
 - B His risk appetite
 - C The purpose of making investment
 - D All of these
- 458 Which of the following is the best investment option for the purpose of getting the maximum benefits of compounding?**
- A 12% interest paid yearly
 - B 6% interest paid every 6 months
 - C 3% interest paid every quarter
 - D 1% interest paid monthly
- 459 Asset allocation of a portfolio should be re-evaluated every time there is a change in the...**
- A Family size and requirement
 - B Job of the investor
 - C Dramatic change in the market condition
 - D All of these
- 460 Code of ethics should be followed by distributors as:**
- A It is required by AMFI
 - B It is required by AMC
 - C Business increases
 - D All of the above
- 461 What is insider trading?**
- A Buying and selling securities ahead of doing the same transaction for the fund
 - B Buying and selling securities on the basis of privileged information available to the fund by persons who are insiders to the company
 - C Both of the above
 - D None of the above
- 462 The detailed version of SEBI circular regarding code of conduct for distributors given by AMFI is known as:**
- A Ethics code
 - B AGNI
 - C Front running
 - D None of the above
- 463 The regulation of Personal trading is applicable to:**
- A Key Personnel of the AMC
 - B The directors of the trustee company
 - C Sponsor of the fund
 - D Only 1 and 2

- 464 A person working as a CEO in TCS has more risk appetite than a small business man.
- A FALSE
B TRUE
- 465 Daring, adventurous and mentally strong people has less risk appetite
- A FALSE
B TRUE
- 466 Investing in the _____ funds is recommendable in case the investment horizon is long.
- A Equity
B Debt
C Liquid
D Money Market
- 467 An investment horizon if _____ makes the probability of losing money in equities negligible
- A 5 and less than 5 years
B 5 years and above
C upto 3 years
D upto 2 years
- 468 Index funds are usually considered to be passive funds
- A TRUE
B FALSE
- 469 An Investor with an objective of having an equity growth component in his portfolio should invest in
- A Equity fund
B Debt fund
C Liquid fund
D Index fund
- 470 The NAV of an Index fund is directly propotional to the benchmark index
- A TRUE
B FALSE
- 471 Liquidity is the most important differentiator between a Close ended and an Open ended fund.
- A TRUE
B FALSE
- 472 The price of units of a closed-end scheme in the stock exchange tends to be _____ NAV.
- A same as the
B lower than the
C higher than the
D none of the above
- 473 Units of an open-ended scheme can be bought back by the scheme at _____
- A NAV less Entry load
B NAV
C NAV plus Exit load
D NAV less Exit load
- 474 The maximum exit load as per SEBI legislations is ____
- A 2%
B 3%
C 5%
D 7%
- 475 Exit load is informed to the investor at the time of his making the investment
- A TRUE
B FALSE

- 476 To provide the facility of liquidity to the investors, a part of the open-ended schemes are maintained in _____
- A Liquid assets
 - B Equity funds
 - C Debt funds
 - D Sector funds
- 477 Close ended schemes are subject to the risk of large fluctuations in net assets, on account of heavy sales or re-purchase.
- A TRUE
 - B FALSE
- 478 Investing in the _____ funds is recommendable in case the investment horizon is long.
- A Equity
 - B Debt
 - C Liquid
 - D Money Market
- 479 An investment horizon if _____ makes the probability of losing money in equities increases
- A 5 and less than 5 years
 - B 5 years and above
 - C upto 3 years
 - D upto 2 years
- 480 If the open end fund is in profit its advisable to wrinkle the investment
- A TRUE
 - B FALSE
- 481 An investor make transaction on internet which time can be a cut off time :
- A 12 Noon.
 - B 12 Midnight.
 - C Server time as per the computer.
 - D Investor's computer time.
- 482 Which of the following is disadvantage in LIC
- A Individual needs to pay a fixed premium
 - B Assured policy surrender value
 - C Low risk
 - D none of the above
- 483 The interest and surrender value in PPF is tax free
- A TRUE
 - B FALSE
- 484 The price of units of a closed-end scheme in the stock exchange is to be _____ NAV.
- A same as the
 - B lower than the
 - C higher than the
 - D Lower or higher than NAV
- 485 Black swan is referred as,
- A A kind of offer Document
 - B When the market can behave in a manner not seen in the past
 - C black marketing
 - D Opposite of white swan
- 486 Close ended schemes are subject to the risk of large fluctuations in net assets, on account of heavy sales or re-purchase.
- A TRUE
 - B FALSE
- 487 A Diversified fund is less risk prone than a Sector fund
- A TRUE
 - B FALSE

- 488 It can be risky to invest in _____ during periods of economic turmoil
- A Large-cap
 - B Mid-cap
 - C Small-cap
 - D Both B & C
 - E Both A & B
- 489 Growth funds offer good returns in the initial phases of a bull run; Value funds yield benefits over large holding periods.
- A Both statements are right
 - B Both statements are wrong
 - C Only the 1st statement is right
 - D Only the 2nd statement is right
- 490 If an Indian investor invests in the US, then
- A He would benefit if the US \$ becomes stronger
 - B He would benefit if the Indian Rupee becomes stronger
 - C He would lose if the US \$ becomes stronger
 - D He would lose if the Indian Rupee becomes stronger
- 491 MIP are perfect investment options for investors who do not wish to take any equity exposure.
- A TRUE
 - B FALSE
- 492 For a predictable return, an investor should invest in a
- A MIP
 - B FMP
 - C Equity Fund
 - D International Equity Fund
- 493 Non-government securities offer higher yields and are not subject to credit risks
- A TRUE
 - B FALSE
- 494 Longer term debt securities fluctuate more than shorter term debt securities
- A TRUE
 - B FALSE
- 495 NAV of a long term debt fund might be more volatile than that of a short term debt fund
- A TRUE
 - B FALSE
- 496 In case the interest rates in the market are expected to go up, then investment would be best made in a
- A Long Term debt fund
 - B Short Term Debt fund
 - C Both of the above
 - D None of the above
- 497 Use of the term 'liquid plus' as a fund type has been banned by SEBI
- A TRUE
 - B FALSE
- 498 Balanced schemes invest in a mix of equity and debt securities
- A TRUE
 - B FALSE
- 499 Gold ETF and Gold Sector Funds are one and the same thing
- A TRUE
 - B FALSE
- 500 Most AMC share the portfolio of all their schemes in their website on a _____ basis
- A Daily
 - B Weekly
 - C Monthly

- D Annual
- 501 While deciding to select an AMC for investment, the investor can look out for**
- A Fund age
 - B Tracking error
 - C Scheme running expenses
 - D All of the above
 - E Only 2 & 3
- 502 Dividend payout option has the benefit of money flow to the investor; Growth option has the benefit of letting the money grow in the fund on gross basis**
- A Both statements are right
 - B Both statements are wrong
 - C Only the 1st statement is right
 - D Only the 2nd statement is right
- 503 Re-purchase transactions in equity schemes are subject to STT**
- A TRUE
 - B FALSE
- 504 Equity schemes attract dividend distribution tax**
- A TRUE
 - B FALSE
- 505 It might be better to receive money in an equity scheme in the form of dividend, rather than re-purchase of units**
- A TRUE
 - B FALSE
- 506 If an investor does not want any tax liability he should invest in**
- A Debt fund growth option
 - B Dividend Reinvestment, debt fund.
 - C Dividend Payout of Debt Fund.
 - D Any of the above.
- 507 Asset Allocation means,**
- A Don't keep all the egg in one basket
 - B All the corpus investing in one companies
 - C Customer is king
 - D Allocate some units to every investor in India
- 508 Arbitrage funds enjoy all the tax exemption which is applicable in Equity Funds**
- A TRUE
 - B FALSE
- 509 Insurance is more critical for,**
- A Physical Assets
 - B Financial Assets
 - C Both of the above
 - D none of the above
- 510 Which of these cannot be distributor**
- A RBI Branch
 - B Foreign Bank
 - C Domestic Bank
 - D Private Placement
- 511 Investor invest Rs12,000 where NAV is Rs. 23.45. Face value is Rs. 10 as per the current load. How much unit will be allotted.**
- A 510 units
 - B 1200 units
 - C 500 units
 - D 600 units
- 512 Which of the following is physical assets**
- A Real estate
 - B Gold fund
 - C Real estate fund

- D Gold ETF
- 513 Which of the following is not a good selection for investment purpose**
- A Equity Fund
 - B ETF
 - C Life Insurance
 - D Gold Future
- 514 Which of the following is not a reason to invest in Gold Fund**
- A Professional management
 - B Small Ticket
 - C International Asset
 - D Safe haven asset class
- 515 Which of the following is not a reason to invest in Real estate fund**
- A Professional management
 - B Small Ticket
 - C International Asset
 - D Safe haven asset class
- 516 Asset Allocation in Asset Class C is,**
- A Equity
 - B Mix of all asset classes
 - C Debt
 - D G-Sec.
- 517 The returns of gold fund is depend on**
- A Global price of gold
 - B Interest rate
 - C Rupee cost averaging
 - D both 1 and 3
- 518 Which of the following is comparable?**
- A Equity Fund and PF
 - B Equity Shares and Bonds
 - C Liquid Fund and Saving Bank account
 - D Gilt Fund and SENSEX
- 519 Which of the following is the best product for long term investment**
- A Gold ETF
 - B Gold Sector fund
 - C Gold
 - D Gold Future
- 520 Which of the following is the best product for short term investment**
- A Gold ETF
 - B Gold Sector fund
 - C Gold
 - D Gold Future
- 521 Which of the following is tax free investment**
- A PPF
 - B RBI Relief Bond
 - C G-Sec.
 - D Kisan Vikas Patra
- 522 Which of the following cannot invest in Mutual Fund**
- A Common Man
 - B Institutional Investor
 - C NBFC
 - D LIC
- 523 Initial Stage of life is known as accumulation stage,**
- A TRUE
 - B FALSE
- 524 Mutual Fund can invest in Liquid plus fund**
- A TRUE

- B FALSE
- 525** **There is no need to have insurance policy of the nominee**
A TRUE
B FALSE
- 526** **If the employer providing medical policies to the employee of its company then employee no need to keep their personal medical cover**
A TRUE
B FALSE
- 527** **The retired client never invest in equity**
A TRUE
B FALSE
- 528** **Foreign nationals are freely permitted to invest in Indian Mutual Funds**
A TRUE
B FALSE
- 529** **STP is a combination of SIP and SWP**
A TRUE
B FALSE
- 530** **Switch = Repurchase + Sale**
A TRUE
B FALSE