

**Answer key
Class- 11th
FMM**

A-1 True

A-2 Both Assertion and Reason are true and Reason is correct explanation of assertion

A-3 A document containing details of takeover bid which is sent to shareholders of target company.

A-4 Functions of custodian

- 1. Participates in clearing and settlement system through approved depository.**
- 2. The holdings are held in the depository through depository participants only the physical securities are held by the custodian.**

A-5 Role of registrar and transfer agents

- 1. Registrar and transfer agents perform the important role of managing investor records**
- 2. All the new fund offer forms redemption forms go to the RTA's office where the information is converted from physical to electronic form**
- 3. How many units investor will get at what price what is applicable NAV.**

A-6 1. Equity funds

- 2. Debt funds**
- 3. Gold ETF**
- 4. Real estate funds**

Explanation of these points in 2- 3 lines.

A-7 1. This fund will invest in stocks comprising the Nifty 50 and in same proportion as in index.

2. The fund manager will not indulge in research and stock selection but passively managed funds.

3. Such passive approach also translates into lower costs as well as returns which closely tracks the benchmark index return.

**A-8 NAV= market value of investments+ Receivables+ Accrued income + other assets-
Accrued expenses- other payables-Other liabilities/ no of units outstands as of valuation
date**

A-9 Page no 72 FMM textbook

A-10 Textbook pg 75