

MUTUAL FUND

Chapter 1:

Understand the basics concept of Mutual Fund provided in the mutual fund research section which included the following:

Introduction to Mutual Fund:

- What is a Mutual Fund?
- How is a mutual fund set up?
- The working of a mutual fund
- The entities involved in the organization of a mutual fund
- Advantages & Disadvantages of Mutual Fund investing-Portfolio

Chapter 2:

Understand the different types of mutual funds and the cost associated with them provided in the Research section:

- Costs Associated with Mutual Funds
- Types of Mutual Fund Schemes:
 - Open-ended scheme or close-ended scheme
 - Growth scheme, income scheme, or balanced scheme
 - Sector specific funds/schemes

Note: A wide variety of Mutual Fund schemes exist to fulfill various investment needs based on financial position, risk tolerance and return expectations. A mutual fund scheme can be classified into open-ended scheme or close-ended scheme depending on its maturity period. A scheme can also be classified as growth scheme, income scheme, or balanced scheme considering its investment objective.

Chapter 3:

Understand the basic current value of your investment from the Net Asset Value or the NAV provided in the research section along with illustrations

- What is Net Asset Value (NAV) of a scheme?
- What are Tax Saving Schemes?
- Entry Load/Sale Load
- Exit Load/Repurchase Load

Note: Understand how entry and exit load affects the portfolio while purchasing and redeeming the mutual fund.

Chapter 4:

An investor must understand the various investment plans he can invest in and also understand the basics of the various investment plans provided in the research section.

- **Different investment plans and services by Mutual Funds:**

- Systematic Transfer Plan (STP):
- Systematic Investment Plans
- Reinvestment Plans
- Redeeming units

Chapter 5:

Understand who can Invest in MFs in India and whether a non-resident Indian (NRIs) can invest in mutual funds, this information will be provided in the research matter.

Chapter 6:

Before purchasing or redeeming a mutual fund go through additional information regarding the scheme performance, portfolio analysis, valuation, fund information, etc provided in the mutual fund quote section.

Chapter 7:

Different investment avenues are available to investors. After understanding the basics of investing in Mutual Fund start trading in the simulator. Try purchasing or redeeming a mutual fund on the mutual fund trading pit.

Chapter 8:

Having understood the conceptual and operating aspects of mutual funds, it is important to analyze the issues involved in the evaluation of fund performance by undertaking various performance measures as follows:

- Fund Size
- NAV Growth
- Total Return, Ratios
- Expense Ratio
- Transaction Costs,

Note: Also one can track a Fund's Performance through Newspapers, Periodicals, Research Reports, Annual Reports, Prospectus, Reports from Tracking Agencies, Internet and Interpretation of Data.