

EXECUTIVE SUMMARY

Over the span of years mutual funds has become one of the important mode of investment. Those who want to double their investment over certain period of time are those who invest more into mutual funds. Nowadays we can find many financial experts who provide assistance to investors on which fund to invest in order to prevent loss. Most people think that speculation on different choices are risky and hard to think.

So this study provides technical knowledge and assistance to investors who are looking for mutual fund investments. This study is specifically based on certain mutual funds in banking sector. The funds selected are large cap equity funds. In this study the risk and return is analysed by finding out the average market return, standard deviation, portfolio return and beta of five selected mutual funds all in banking sector. The average of these values were calculated for a time period of three years from 2017 to 2019. From these values the Sharpe , Treynor and Jensen measures were interpreted and the ranking was done from best performing to the least performing, and the interpretation was written.

This study provides a complete guide on mutual fund investments and risk analysis for new investors who are looking for risk free investments. There are other investment options like equity, derivatives, commodities etc which gives high returns compared to mutual funds. But they are very risky. So people who are looking for low risk and medium to low return should choose mutual funds as their investment option.