

Business Law: Connecting the Threads CLE
Panel 2 (Lipton)

1. The number of mutual funds has _____.
 - a. continued to decline.
 - b. continued to increase.
 - c. become stagnant.
 - d. become almost non-existent.
2. What was the issue Ann Lipton said the law had to address with respect to mutual funds?
 - a. Conflicts
 - b. Tax consequences
 - c. High expenses
 - d. Over diversification
3. Which of these laws govern mutual funds?
 - a. Securities Act of 1933
 - b. ERISA
 - c. Investment Advisors Act of 1940
 - d. All of the above
4. How many independent directors must mutual funds have?
 - a. One
 - b. Two
 - c. All of the directors must be independent.
 - d. The majority of the directors must be independent.
5. What company scandal did Ann Lipton discuss?
 - a. Hewlett Packard
 - b. Apple
 - c. Olympus
 - d. None of the above.
6. What voting trend(s) did SEC Regulations accelerate?
 - a. Centralization
 - b. Outsourcing
 - c. Downsizing
 - d. Both a & b.
7. What topic does Professor Rohr say is the broader issue?
 - a. Duty of loyalty
 - b. Index funds
 - c. Institutional investors
 - d. None of the above.
8. In Professor Rohr's opinion, how should the fiduciary obligations be met?
 - a. With flexibility
 - b. With strict rules
 - c. With a centralized system
 - d. None of the above.
9. What does Professor Rohr say must be balanced with conflicts?
 - a. Cost
 - b. Freedom to govern

- c. Both a & b
 - d. None of the above.
10. What did Ashley Fawver focus on in her discussion as a solution to the conflicts?
- a. Duty of loyalty
 - b. Index funds
 - c. SEC mandates
 - d. State law changes