

Roll No.

Total No. of Pages : 2

Total No. of Questions : 07

MBA (Sem.-3)
SECURITY ANALYSIS AND PORTFOLIO
MANAGEMENT

Subject Code : MB-921 (2009 to 2011)

Paper ID : [C0157]

Time : 3 Hrs.

Max. Marks : 60

INSTRUCTION TO CANDIDATES :

1. **SECTION-A** is **COMPULSORY** consisting of **TEN** questions carrying **TWO** marks each.
2. **SECTION-B** contains **SIX** questions carrying **TEN** marks each and students has to attempt any **FOUR** questions.
3. **Non scientific calculator is allowed.**

SECTION-A

1. Write short notes on :

- (a) Speculation
- (b) Futures
- (c) Risk Free Rate of Return
- (d) Capital Market Line
- (e) Value Investors

- (g) Indexed Bonds
- (h) Yield to Maturity
- (i) Basis Risk
- (j) Premium on options

SECTION-B

2. What do you mean by Investment? Discuss various types of medias of investment. For a clerk earning Rs. 20,000 pm having no other source of income, which media of investment will suit the most?
3. What do you mean by Capital Asset Pricing Model (CAPM)? Discuss various assumptions of CAPM. CAPM assumes the presence of rationale and risk averse investors, efficient price discovery, existence of risk free rate, efficient arbitrage mechanism and absence of market imperfections. Critically explain.
4. *“Technical analysis is meant for speculators and fundamental analysis is meant for investors but both types of analysis are complementary in nature”*. Elaborate.
5. What do you mean by derivatives? Briefly discuss the functions of derivative market. Discuss the features of Indian equity derivatives market.
6. What do you mean by portfolio revision? When portfolio revision is needed? Critically appraise various portfolio revision plans.
7. Define Efficient Market Hypothesis. Discuss various types of pricing efficiencies. Critically appraise the pricing efficiency in the Indian Equity market.