

Roll No.

12085

**MBA 2 Year 4th Semester (CBCS)
Examination – March, 2021**

**SECURITY ANALYSIS AND PORTFOLIO
MANAGEMENT**

Paper : 17IMG24GF2

Time : Three Hours]

[Maximum Marks : 80

Before answering the questions, candidates should ensure that they have been supplied the correct and complete question paper. No complaint in this regard, will be entertained after examination.

*Note : All questions of Section-A are compulsory. Attempt any **four** questions from Section-B selecting **one** question from each Unit.*

SECTION – A

1. Write short note on :

(a) How do beginners invest in stocks ?

- (b) What is the goal of risk management ?
- (c) Risk adjusted measures of performance.
- (d) Security market line.
- (e) Significance of industry analysis.
- (f) Assumption of Capital Market Theory.
- (g) Various avenues of investment.
- (h) Basic valuation models of bonds.

SECTION – B

UNIT – I

2. Explain how you will measure different type of risk ?
3. Distinguish carefully between Investing and Speculating. Is it possible to incorporate investment and speculation within the same security ? Explain.

UNIT – II

4. What do you mean by Security Valuation ? Explain the objectives and benefits of security valuation.
5. What are the various forms of market efficiency ? State its implications.

UNIT – III

6. Discuss the problems faced in portfolio selection. How does Markowitz theory help in portfolio selection process ?
7. Describe the Sharpe's single-index model and its application to construct optimal portfolio.

UNIT – IV

8. The problem of portfolio revision essentially boils down to timing the buying and selling the securities. Comment.
9. Why should the investor adopt the formula plan ? How does the formula plan help the investor to invest in defensive portfolio ?