

**S.D.E.**  
**M.B.A. Sem-III (2013 Course) : SUMMER - 2019**  
**SUBJECT: ELECTIVE-III: INVESTMENT ANALYSIS & PORTFOLIO**  
**MANAGEMENT**  
**(Financial Management)**

Day: Wednesday  
Date: 22/05/2019

Time: 10.00 AM TO 1.00 PM  
Max. Marks: 70

**S-2019-5046**

**N.B.:**

- 1) Attempt **ANY THREE** questions from Section – **I** and **ANY TWO** questions from Section – **II**.
- 2) Figures to the right indicate **FULL** marks.
- 3) Use of Simple **CALCULATOR** is allowed.
- 4) Answer to both the sections should be written in **SAME** Answer book.

**SECTION - I**

- Q.1** What do you mean by Investment? Explain in detail process of Investment. (14)
- Q.2** Elaborate upon concept and forms of Efficient Market Hypothesis. (14)
- Q.3** Explain the following: (14)
- a) Objectives of Portfolio Management
  - b) Technical Analysis
- Q.4** What do you mean by Mutual Fund? Explain in detail how to do Performance Evaluation of Mutual Fund Schemes. (14)
- Q.5** Write short notes on **any TWO** of the following: (14)
- a) Derivatives
  - b) Equity Management Strategies(SIP)
  - c) Optimal Portfolio
  - d) Capital Asset Pricing Model

**SECTION - II**

- Q.6** Discuss the concept and importance of Fundamental Analysis with suitable examples. (14)
- Q.7** “Risk can be reduced but can not be eliminated in Investments”. Comment with suitable examples. (14)
- Q.8** The returns of two assets under five possible states of natures on give below: (14)

| State | Probability | Return on Asset 1 (%) | Return on Asset 2 (%) |
|-------|-------------|-----------------------|-----------------------|
| 1     | 0.10        | 12                    | 20                    |
| 2     | 0.20        | 24                    | 30                    |
| 3     | 0.30        | 30                    | 15                    |
| 4     | 0.10        | 10                    | 25                    |
| 5     | 0.30        | 20                    | 30                    |

- a) Calculated the Expected Return and standard deviation for Asset 1 and Asset 2.
- b) Calculate the Coefficient of Correlation between the returns on Asset 1 and Asset 2.

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