

(Gen)
M.B.A. SEM-III / M.B.A.(HR) SEM-III (2016 COURSE) CBCS :
SUMMER - 2018
SUBJECT : FINANCIAL MANAGEMENT 1) INVESTMENT ANALYSIS &
PORTFOLIO MANAGEMENT

Day : **Tuesday**
 Date : **15/05/2018**

S-2018-1825

Time : **10.00 AM TO 01.00 PM**
 Max. Marks : 60

N.B.

- 1) Attempt Any **THREE** questions from Section I
- 2) Attempt Any **TWO** questions from Section II
- 3) Answers to Both the sections should be written in **SEPARATE** Answer Book
- 4) Use of Non Programmable calculator is Allowed.

SECTION - I

- Q 1** What do you mean by Systematic and Unsystematic Risk? Give examples of Unsystematic Risk (10)
- Q 2** What do you mean by Portfolio? Explain the steps involved in the process of Portfolio Management. (10)
- Q 3** Explain the Functioning and Objectives of Mutual Fund. (10)
- Q 4** Write a detailed note on 'Fundamental Analysis'. (10)
- Q 5** Write Short Notes on (Any Two) (10)
- a) Systematic Investment Plan (SIP)
 - b) Behavioral Finance and its impact on Investment decision making
 - c) Efficient Market Hypothesis

SECTION - II

- Q 6 a)** Following are the Price and other details of three stocks for the year 2017. Calculate the total return as well as return relative for the three stocks. (07)

Stock	Beginning Price (Rs.)	Dividend paid (Rs.)	Ending Price (Rs.)
P	25	2.80	32
Q	67	8.75	75
R	102	8.80	136

- b)** The following information is available (08)

	Stock A	Stock B
Expected Return	12%	18%
Standard Deviation	23%	35%
Coefficient of correlation	0.35	

- i) What is covariance between Stock A & B ?
 - ii) What is expected return and Risk of a portfolio in which A & B are equally weighted?
- Q 7** The following information is available for the stocks of Pritam Ltd. And Prerna Ltd. You are required to calculate Standard Deviation and Variance of Stocks of both companies. (15)

State of economy	Probability of Occurrence	Pritam Ltd. Return %	Prerna Ltd. Return %
Boom	0.25	20	25
Normal	0.50	17	18
Recession	0.25	15	-15

- Q 8** What do you mean by Derivatives? Explain in detail the types of Derivatives. (15)

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