

M.B.A. (Gen.) / H.R. Sem-III CBCS-2016 : Winter-2017

SUBJECT : FINANCIAL MANAGEMENT 1) INVESTMENT ANALYSIS & PORTFOLIO MANAGEMENT

Day : Wednesday

Date : 29-11-2017

W-2017-1728

Time : 10.00 A.M. To 1.00 P.M.
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** Explain the various avenues of Investments available for the investors in India. (10)
- Q 2** What are the Objectives of Mutual Fund? Explain various types of Mutual Funds Schemes. (10)
- Q 3** Explain the Concept and Types of Derivatives. (10)
- Q 4** Write a note on Bond Management Strategies. (10)
- Q 5** Write short notes on ANY TWO. (10)
- a) Technical Analysis
 - b) Capital Asset Pricing model (CAPM)
 - c) Arbitrage Pricing Theory

SECTION – II

- Q 6** The returns of the two assets under the four possible states of nature are given below. (15)

State of Nature	Probability	Return on asset 1	Return on asset 2
1	0.10	12%	8%
2	0.30	10%	9%
3	0.50	15%	20%
4	0.10	19%	23%

- a. What is the standard deviation of the return on asset 1 and asset 2?
- b. What is the covariance between returns on asset 1 and asset 2?
- c. What is the coefficient of correlation between the returns of asset 1 and asset 2?

- Q 7** During the past five years, the returns of stocks were as follows: (15)

Year	Return
1	0.08
2	0.10
3	-0.04
4	0.07
5	0.11

Compute the following:

- a. Cumulative wealth index
- b. Arithmetic mean
- c. Variance
- d. Standard deviation

- Q 8** Write a detailed note on Fundamental Analysis with suitable examples. (15)

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