Exam. Code : 217603
Subject Code : 4615

M.Com. 3rd Semester
MC-311 SECURITY ANALYSIS & PORTFOLIO MANAGEMENT

Time Allowed—3 Hours]   [Maximum Marks—100

SECTION—A

Note :—Attempt any **ten** questions from section A. Each question carries **2** marks.

1.   Write short notes on :

   (a) Bonds

   (b) Dow theory

   (c) What is the impact of depreciation of Indian currency on the stock market ?

   (d) Money market

   (e) Price to Book ratio

   (f) Unsystematic Risk

   (g) SWAP

   (h) Random Walk Theory

   (i) Portfolio Revision

   (j) Margin Money

   (k) Fundamental analysis

   (l) Portfolio management.   2×10=20

SECTION—B

Note :—Attempt any **two** questions. Each question carries 20 marks.

2. "Without adequate information the investor cannot carry out his investment programme". Elucidate the statement in light of the sources of investment information.

3. Why is Industry analysis important ? How does SWOT analysis of an industry help an investor in taking investment decision ?

4. Bring out the differences between the primary market and secondary market for securities. Also enumerate some recent changes introduced in the Indian capital market.

5. Technical Analysis posits that one can use past price changes to predict future price changes. How do you justify the statement ? 2×20=40

SECTION—C

Note :— Attempt any **two** questions. Each question carries 20 marks.

6. What are the three of market efficiency ? State its implications.

7. Distinguish between :

   (a) Future and forward contract

   (b) Options and Swaps

8. Calculate the expected rate of return for the following portfolio.

State of Economy	Probability	Return (%)	
		X	Y
A	1.10	−8	14
B	0.20	10	−4
C	0.40	8	6
D	0.20	5	15
E	0.10	−4	20

9. What procedure is adopted in evaluating portfolio performance ? What the important issues to be kept in mind while undertaking portfolio evaluation ?

$2 \times 20 = 40$