

Subject : Elective-III : Investment Analysis & Portfolio Management (Financial Management)

Day : Thursday
Date : 18/06/2015



Time : 10.00 AM TO 1.00 PM
Max Marks : 70 Total Pages : 1

N.B.:

- 1) Attempt any **FOUR** questions from Section –I and any **TWO** questions from Section –II
- 2) Figures to the right indicate **FULL** marks.
- 3) Answers to both the section should be written in **SAME** answer books.

SECTION-I

- Q.1** How to evaluate Mutual Fund by using Sharpe, Treynor and Jenson's Models. (10)
- Q.2** What do you mean by Technical Analysis? Explain various charts used in technical Analysis. (10)
- Q.3** Elaborate upon the concept of Debt Instruments and also explain the strategies used for Bond Management. (10)
- Q.4** Explain concept of Risk and Return and make comment why risk and return analysis is crucial in Investment decisions? (10)
- Q.5** Write short notes on any **TWO**: (10)
- a) Scope and Objectives of Investment
 - b) Fundamental Analysis
 - c) Derivatives and its types
 - d) Random Walk Theory

SECTION-II

- Q.6** The market price of the share of P Ltd and Q Ltd. Are Rs. 100 each? The total annual return expected under different economic conditions are as follows: (15)

Economic Conation	Probability	P Ltd.	Q Ltd.
Good	0.4	12	11
Average	0.2	10	13
Bad	0.2	14	10
Poor	0.2	12	10

Find out the Expected Return of P and Q Ltd and also calculate the standard deviation and variance for both.

- Q.7 a)** Zeze Ltd. made Investment in equity share of Blue chip Company as follows. (08)
Risk free Return (R_f) = 11%
Expected Market Return (R_m) = 15%
Market sensitivity Index (β) = 0.6
Calculate Expected Rate of Return on Investment. Assume if Expected Market return will be 12% and beta goes to 0.8. what will be new Expected Rate of Return.
- b)** For the ABC Ltd. Market Price of Share is Rs. 60 and dividend is Rs. 6 per share, if capitalization rate is 12 percent, what is dividend growth rate. (07)
- Q.8** Do the Fundamental Analysis for Automobile Sector in India and make suggestions for Investment. (15)

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