Paper : COMSPL15094(B)

(Investment Analysis and Portfolio Management)

1. Select the correct answer from the following questions : 1×6=6

(i) A collection of investment tools such as stocks, shares, mutual funds, cash and so on depending on the investor's income, budget and convenient time frame is called :

(a) Investment

(b) Protfolio

(c) Risk minimization

(d) Profit maximization

(ii) NIFTY-50 is a stock market index of which of the following stock exchange ?

(a) BSE

(b) HSE

(c) NSE

(d) DSE

(iii) The time period taken for the investment to generate returns equal to its costs is known as :

(a) Payback period

(b) ROI period

(c) Internal return period

(d) Maturity period

(iv) A tool or process that uses market data to forecast securities' likely future price movement such as a stock *or* currency pair is called :

(a) Investment analysis

(b) Economic analysis

(c) Company analysis

(d) Technical analysis

(v) The first person who develops the first modern portfolio analysis model in the 1950s was :

(a) Harry M. Markowitz

(b) Michael Jensen

(c) Jack Treynor

(d) William F. Sharpe

(*vi*) A widely used metric in finance that helps investors and portfolio managers evaluate the risk-adjusted return of an investment or a portfolio is :

(*a*) Jensen's measure

(*b*) Sharpe's measure

(*c*) Treynor's ratio

(*d*) Standard deviation

2. Answer the following short questions : ***(any five)*** 2×5=10

(*i*) Define the term 'investment' with suitable example.

(*ii*) State *any two* concepts of portfolio management.

(*iii*) What is the relationship between risk and return ?

(*iv*) What is hybrid security ? Give *one* example of hybrid security.

(*v*) What is meant by technical analysis of investment ?

(*vi*) Define the concept of Portfolio Revision.

(*vii*) Mention *any two* benefits of portfolio evaluation.

3. Answer the following questions : ***(any six)*** 5×6=30

(*i*) Briefly explain *any five* securities form of investment available in the market.

(*ii*) Explain *any five* objectives of portfolio management.

(*iii*) What are the different types of risks in investment ? Briefly explain.

(*iv*) Briefly explain the prime functions of securities market.

(*v*) Elaborate various types of stock market indices with examples.

(*vi*) Briefly explain the important elements of company analysis.

(*vii*) Mention the advantages and disadvantages of technical analysis.

(*viii*) Mention the ways through which one can improve the performance measurement in investment.

(*ix*) Briefly explain the Sharpe's ratio of portfolio performance evaluation.

4. Answer the following questions : ***(any two)*** 12×2=24

(i) Elaborate the factors that determine the choice of investment of individuals.

(ii) What are the purposes of stock market indices? Elaborate the importance of constructing stock market indices. 6+6=12

(iii) Explains in brief, the various types of investment analysis.

(iv) What are the objectives of portfolio revision? Briefly explain the significance of revising a portfolio of investment. 6+6=12