

ST. JOSEPH'S EVENING COLLEGE (AUTONOMOUS)

VI SEMESTER BBA EXAMINATIONS APRIL 2018

PORTFOLIO MANAGEMENT

Duration: 2.5 Hours

Max. Marks: 70

SECTION - A

I) Answer any TEN of the following questions. (10x3=30)

1. What is a Portfolio?
2. Name any three types of Fixed income securities.
3. What is Technical Analysis?
4. What are the different types of risk associated with investments?
5. What is CML?
6. Expand (a) ADR (b) GDR (c) FCCB.
7. What is preferred stock?
8. What is a Derivative?
9. What is a euro bond?
10. Name any three major stock exchanges in India.
11. What does Dow theory state?
12. Define FPI.

SECTION - B

II) Answer any FOUR of the following questions. (4x5=20)

13. Briefly discuss the different types of common stock.
14. Give the basic assumptions of Technical analysis.
15. Explain the investment management process.
16. RST Motors paid a dividend of RS .4 per share. Dividend has been growing on annual rate of 8% and this growth rate is expected to continue. What is the present value of stock if the required rate of return is 14%?
17. What are the different types of Mutual Funds?
18. Differentiate between investment and speculation.

SECTION - C

III) Answer any TWO of the following questions. (2x10=20)

19. Explain in detail different avenues of investments.
20. Explain the Markowitz Model of Portfolio theory.
21. What is efficient market hypothesis? Explain its different forms.

22. Following are the details of five Equity mutual funds: Risk free return is 7%. Rank the funds according to Treynor's Ratio. Also state the uses and limitations of Treynor's ratio.

Fund	Fund Return	Fund Beta with Market
P	12%	1.1
Q	11%	1.3
R	18%	0.8
S	15%	1.0
T	16%	1.5