MP-501

June - Examination 2026

Master of Business Administration (IInd Year) Examination

Security Analysis and Portfolio Management

Paper : MP-501

[*Time: **3** Hours*] [*Maximum Marks: **80***]

Note :- The question paper is divided into three Sections A, B and C. Write answers as per the given instructions in each section.

Section-A **8×2=16**

(Very Short Answer Type Questions)

Note :- Answer **all** questions. As per the nature of the question delimit your answer in one word, one sentence or maximum up to **30** words. Each question carries **2** marks.

1. (i) Name the different types of investors.
   (ii) State the function of Stock Exchange.
   (iii) What are the difficulties in index construction?
   (iv) Define the role of SEBI in capital market.
   (v) Name the types of risk.
   (vi) What is company analysis?
   (vii) Name the tools of technical analysis.
   (viii) Define Portfolio Management.

Section-B **4×8=32**

(Short Answer Type Questions)

Note :- Answer **any four** questions. You have to delimit your each answer maximum up to **200** words. Each question carries **8** marks.

2. Discuss the major economic and market-related factors that influence investment decisions and make an economy favourable for investors.
3. Explain the importance of studying savings and investment patterns and discuss their role in economic growth and financial planning.
4. Describe the various concepts of valuation used in investment analysis and explain their significance in determining the value of securities.
5. Explain the benefits and functions of stock exchanges. Also discuss the importance of stock market indices in measuring market performance.
6. Discuss the major regulations introduced by SEBI for maintaining transparency, investor protection and efficient functioning of the capital market.

7. Explain the different financial ratios used for analyzing the financial strength of a company. Discuss how these ratios assist investors in selecting suitable shares.

8. Explain the concept of risk diversification and discuss how investors can reduce investment risk through portfolio diversification.

9. Discuss the role, importance and growth of the mutual fund industry in India. Explain how mutual funds support individual and institutional investors.

Section-C 2×16=32

(Long Answer Type Questions)

Note :- Answer **any two** questions. You have to delimit your each answer maximum up to **500** words. Each question carries **16** marks.

10. Differentiate between primary and secondary markets. Explain the relationship between these two markets and discuss their importance in the functioning of the capital market.

11. Explain the Economic-Industry-Company (EIC) framework of investment analysis. Discuss how this approach helps investors in making effective equity investment decisions with suitable illustrations.

12. Explain the concept and methodology of trend analysis in technical analysis. Differentiate between line charts and bar charts and discuss their usefulness in predicting market trends.

13. Discuss the major factors that a portfolio manager should consider while designing an investment strategy. Explain the various portfolio decisions that can be taken to achieve investment objectives.
