

MP-501

June - Examination 2018

**Master of Business Administration -
II Year Examination****Security Analysis and Portfolio Management
Paper - MP-501****Time : 3 Hours]****[Max. Marks :- 80**

Note: The question paper is divided into three sections A, B and C. Write answers as per the given instructions.

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) What are right shares?
- (ii) What is "Rate of Return"?
- (iii) What are the investment objectives?
- (iv) What do you mean by new issue market?
- (v) What is Right issue/Bonus issue?
- (vi) What is Book Building Process?
- (vii) What is BSE-500 index?
- (viii) What is SEBI?

Section - B**4 × 8 = 32**

(Short Answer Questions)

Note: Answer **any four** questions. Each answer should not exceed 200 words. Each question carries 8 marks.

- 2) Specify characteristics of Equity and Preference shares.
- 3) Explain the functions of SEBI.
- 4) Explain the difference between Economic Analysis and Industry Analysis?
- 5) A Rs. 5000 bond with a 10% coupon rate matures in 8 years and currently sells at 97%. In this bond a desirable investment for a investor whose required rate of return is 11%.
- 6) Distinguish between systematic and unsystematic rise?
- 7) What is initial public offer?
- 8) Discuss the features of Public Provident Fund.
- 9) Define Sweat equity. Why these shares are issued?

Section - C**2 × 16 = 32**

(Long Answer Questions)

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

- 10) Explain the salient features of debentures and compare shares with debentures.
- 11) What are the functions of a stock exchange? Explain the growth and evolution of stock exchange in India.
- 12) Explain Sharpe's simple portfolio optimisation model.
- 13) Explain the concept of investment. Discuss its objectives.