

# School of Finance and Commerce

Commerce  
ETE - Jun 2023

Time : 3 Hours

Marks : 100

## Sem IV - H1UA405T - Investment Analysis and Portfolio Management

*Your answer should be specific to the question asked*

*Draw neat labeled diagrams wherever necessary*

1. Describe different types of risk. K2 CO2 (5)
2. List the objectives of investment. K1 CO1 (5)
3. Identify the approaches to investment decision-making K1 CO1 (5)
4. "It provides a simplified picture of price behaviour of a share". Discuss this analysis as a tool for security selection. K3 CO2 (10)
5. "Suppose the standard deviation of the returns on the shares of stock at two different companies is exactly the same. Does this mean that the required rate of return will be the same for these two stocks" Why? K3 CO5 (10)
- 6) Evaluate the efficient portfolio in the context of Markowitz's model. K4 CO2 (10)

### OR

- Is it Possible to incorporate Investment and Speculation within the same securities Explain with examples. K4 CO2 (10)
7. Discuss at what stage in the industrial cycle you would like to discover an industry. Justify your decision with help of suitable example. K2 CO2 (10)
  8. Differentiate between security market line and capital market line. K4 CO3 (15)
  - 9) " Technical analysis a substitute for fundamental analysis" Investigate with the help of suitable examples. K5 CO4 (15)

### OR

- "It takes into account the derivation of all possible returns from their mean or expected value." Evaluate the statistical method in detail. K5 CO4 (15)
10. "Security analysis requires as a first step the sources of information on the basis of which analysis is made". Evaluate the types of information used for security analysis. K3 CO4 (15)