

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION MAY 2023
(Sixth Semester)

Branch – COMMERCE (ACCOUNTING & FINANCE)

DISCIPLINE SPECIFIC ELECTIVE – II
SECURITY ANALYSIS & PORTFOLIO MANAGEMENT

Time: Three Hours

Maximum: 75 Marks

SECTION-A (10 Marks)

Answer ALL questions

ALL questions carry EQUAL marks (10 x 1 = 10)

1. Indicate the type of risk is for the market as a whole _____.
 - i) Systematic risk
 - ii) Unsystematic risk
 - iii) Planned risk
 - iv) Future risk

2. Which is a group of security?
 - i) Investment
 - ii) Portfolio
 - iii) Security
 - iv) Gambling

3. Which analysis is centred on present value of the discounted value of future of earnings?
 - i) Technical analysis
 - ii) Fundamental analysis
 - iii) Company analysis
 - iv) Percentage analysis

4. How many types of data analysis techniques that are available to assist investors to make a better investment decision?
 - i) 5
 - ii) 4
 - iii) 3
 - iv) 2

5. Who was formulated the Dow theory?
 - i) Charles R Dow
 - ii) John P. Dow
 - iii) James T. Dow
 - iv) Michel R. Dow

6. _____ suggests that stock price changes have the same distribution and are independent of each other, so the past movement or trend of a stock price or market cannot be used to predict its future movement.
 - i) Technical analysis theory
 - ii) Efficient market theory
 - iii) Fundamental market theory
 - iv) Random Walk theory

7. _____ is a method of evaluating securities by analyzing the statistics generated by market activity, such as past prices and volume.
 - i) Fundamental analysis
 - ii) Company analysis
 - iii) Technical analysis
 - iv) MM Theory

8. CAPM stands for _____.
 - i) Capital Assets products
 - ii) Capital assets pricing model
 - iii) Capitalization assets of product market
 - iv) Capital pricing assets model

9. Which is involve the changing the existing mix of securities?
 - i) Portfolio revision
 - ii) Portfolio mix
 - iii) Portfolio construction
 - iv) CAPM

10. Which cost involved in the buying and selling of securities.?
 - i) Commission
 - ii) Variable
 - iii) Transaction cost
 - iv) Constant

Cont...

SECTION - B (35 Marks)

Answer **ALL** Questions

ALL Questions Carry **EQUAL** Marks (5 x 7 = 35)

11. a) Show the elements of risk.
OR
b) Sketch out the significance of portfolio management.
12. a) Narrate the different forecasting techniques.
OR
b) Outline the kinds of share valuation models.
13. a) Describe the significance of Dow theory.
OR
b) Explain the basic principles of technical analysis.
14. a) Bring out the steps of portfolio construction.
OR
b) State the components of capital asset pricing model.
15. a) Analyse the need for the portfolio revision.
OR
b) Classify the methods of portfolio evaluation.

SECTION - C (30 Marks)

Answer any **THREE** Questions

ALL Questions Carry **EQUAL** Marks (3 x 10 = 30)

16. Analyse the various phases of portfolio management.
17. Determine the factors affecting economic analysis.
18. Highlight the steps in selection of portfolio.
19. Summarize the various approaches of portfolio construction.
20. Trace out the constraints in portfolio revision.

Z-Z-Z

END