

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION MAY 2025
(Sixth Semester)

Branch –COMMERCE (ACCOUNTING & FINANCE)

SECURITY ANALYSIS AND PORTFOLIO MANAGEMENT

Time: Three Hours

Maximum: 50 Marks

SECTION-A (5 Marks)

Answer ALL questions

ALL questions carry EQUAL marks (5 x 1 = 5)

1. The Net wealth of the aggregate economy is equal to the sum of _____.
(i) All real Asset (ii) All financial Asset
(iii) All Physical Asset (iv) All real and financial asset
2. The objective of fundamental analysis is to identify _____.
(i) Little-known assets that are rarely traded
(ii) Assets trading at a price that differs from their real, fair value
(iii) Highly volatile assets suitable for short-term trading
(iv) Stable, secure assets that are unlikely to move dramatically
3. Investments would score high only if there is a protection to _____.
(i) Real estate (ii) Preferred stock
(iii) Government bonds (iv) Common stock
4. The point of tangency between risk return indifference curves and efficient frontier highlights _____.
(i) Optimal portfolio (ii) Efficient portfolio
(iii) Sub-optimal portfolio (iv) None of the above
5. Diversification reduces _____.
(i) Interest rate risk (ii) Market risk
(iii) Unique risk (iv) Inflation risk

SECTION - B (15 Marks)

Answer ALL Questions

ALL Questions Carry EQUAL Marks (5 x 3 = 15)

6. a) Classify the Phases of Portfolio Management.
OR
b) Describe the Elements of Risk.
7. a) Analyze the Financial Statement Analysis.
OR
b) Explain the share Valuation models.
8. a) Summarise the Expected Return and Risk.
OR
b) Describe the Basic Principles of Technical Indicators.

Cont...

9. a) Narrate the Determination of objectives of portfolio construction.
OR
b) Bring out the Capital Asset Pricing Model.
10. a) Describe the Need of Portfolio Revision.
OR
b) Classify the Differential Return on Portfolio Evaluation.

SECTION -C (30 Marks)

Answer any Three questions

ALL questions carry **EQUAL** Marks

(3 x 10 = 30)

11. Categorize the Methods of Value at Risk Analysis.
12. Infer the Industry Life Cycle in detail.
13. Classify the Efficient Market Hypothesis.
14. Enumerate the Selection of Portfolio.
15. Identify the Portfolio Revision Strategies.

Z-Z-Z

END