

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION MAY 2025
(Sixth Semester)

Branch – COMMERCE (FINANCIAL SYSTEM)

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 Risk of two securities with different expected return can be compared with:
(i) Coefficient of variation (ii) Standard deviation of securities
(iii) Variance of Securities (iv) None of the above
- 2 The fundamental analysis approach has been associated with
(i) Uncertainties (ii) Certainties
(iii) Ratios (iv) Balance sheet
- 3 Modern portfolio theory the relationship between risk and return
(i) Maximizes (ii) Minimizes
(iii) Quantifies (iv) Does not assume
- 4 CAPM stands for:
(i) Capital assets products method (ii) Capital assets pricing model.
(iii) Capitalization assets of product market (iv) None of the above.
- 5 ____ step involves determining periodically how the portfolio has performed over the review period.
(i) Performing security analysis (ii) Portfolio revision
(iii) Portfolio construction (iv) Portfolio performance evaluation

SECTION - B (15 Marks)

Answer ALL Questions

ALL Questions Carry EQUAL Marks

(5 x 3 = 15)

- 6 a Write the phases of Portfolio Management.
OR
b Examine the elements of Risk.
- 7 a Explain the steps included in Company Analysis.
OR
b Analyse the process of Financial Statement Analysis.
- 8 a List out the steps to Portfolio Analysis.
OR
b State the methods of calculating Portfolio Return.
- 9 a Highlight the assumptions of Sharpe Index Model.
OR
b Describe the approaches of Portfolio Construction.
- 10 a Narrate the types of Portfolio Revision Strategies.
OR
b List out the process of Portfolio Evaluation.

Cont...

SECTION -C (30 Marks)

Answer any Three questions

ALL questions carry EQUAL Marks

(3 x 10 = 30)

- 11 Distinguish between Systematic Risk and Unsystematic Risk.
- 12 Explain the types of Industry Analysis.
- 13 Discuss the basic principles of Dow Theory.
- 14 Describe the advantages and disadvantages of the Capital Assets Pricing Model. (CAPM).
- 15 Examine the components of Portfolio Performance Evaluation.

Z-Z-Z

END