

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BVoc DEGREE EXAMINATION DECEMBER 2022
(Third Semester)

Branch – COMMERCE (BANKING, STOCK AND INSURANCE)

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 Object of Portfolio is to reduce ----- by diversification.
(i) Return (ii) Risk
(iii) Uncertainty (iv) Percentage
- 2 The Fundamental analysis approach has been associated with -----.
(i) Uncertainties (ii) Certainties
(iii) Ratios (iv) Balance sheet
- 3 Technical analysis is useful -----.
(i) To make an estimate of growth in stock market
(ii) To find out the market forces influencing stock market
(iii) To Indicate the direction of the overall market
(iv) To analyse the Economic activity of government.
- 4 According to CAPM the correct measure of risk is termed as
(i) Business risk (ii) Financial risk
(iii) Beta coefficient (iv) Systematic risk
- 5 The main objective of portfolio revision is to reduce -----.
(i) Return (ii) Risk
(iii) Uncertainty (iv) Percentage

SECTION - B (15 Marks)

Answer ALL Questions

ALL Questions Carry EQUAL Marks

(5 x 3 = 15)

- 6 a Describe the term portfolio management.
OR
b Enumerate the steps for measuring the risk.
- 7 a Describe the term Economic Forecasting
OR
b Explain the significance of fundamental Analysis.
- 8 a Narrate the need for Expected Rate of Return.
OR
b Show the concept and assumptions of Random walk theory?
- 9 a Identify the determinants of Portfolio Construction?
OR
b Summarise the significance of CAPM.
- 10 a Bring out the scope for Portfolio Revision?
OR
b Explain the need for Portfolio Evaluation.

Cont...

SECTION -C (30 Marks)

Answer ALL questions

ALL questions carry EQUAL Marks

(5 x 6 = 30)

- 11 a Trace the phases of Portfolio Management.
OR
b Differentiate Systematic risk and Unsystematic risk.
- 12 a Enumerate the importance of Industry Life Cycle.
OR
b Point out the need for financial statement analysis.
- 13 a Justify Dow theory and its importance.
OR
b Categorize the Characteristics of Technical Analysis.
- 14 a Examine the factors influencing the Selection of Portfolio.
OR
b Infer Markowitz model and its Assumptions.
- 15 a Explain the strategies for Portfolio Revision.
OR
b Discuss the steps involved in Portfolio revision.

Z-Z-Z

END