23CMA624N

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION MAY 2026
(Sixth Semester)

Branch – **COMMERCE (COST & MANAGEMENT ACCOUNTING)**

SECURITY ANALYSIS AND PORTFOLIO MANAGEMENT

Time: Three Hours | Maximum: 75 Marks

SECTION-A (10 Marks)
Answer **ALL** questions
ALL questions carry **EQUAL** marks (10 × 1 = 10)

Module No.	Question No.	Question	K Level	CO
1	1	Which of the following is knowns An investor invests in assets? (i) Securities (ii) Block of Assets (iii) Portfolio (iv) None of the above	K1	CO1
	2	Identify the main objective of portfolio management. (i) Maximize return and minimize risk (ii) Increase percentage of holdings (iii) Eliminate uncertainty completely (iv) Maximize risk	K2	CO1
2	3	Which of the following is established by Mutual Fund in India ? (i) SEBI (ii) Asset Management Company (iii) Sponsor (iv) Shareholders	K1	CO2
	4	Which of the following is called as The periodic interest paid on a government bond ? (i) Coupon (ii) Dividend (iii) Yield (iv) Premium	K2	CO2
3	5	Which of the following is relevant CAPM accounts ? (i) Unsystematic risk (ii) Systematic risk (iii) Both a & b (iv) None of the above	K1	CO3
	6	Mention the effect of "Technical analysis reflects the idea that stock prices". (i) Move upward over time (ii) Move inversely over time (iii) Move in trends (iv) Move randomly.	K2	CO3
4	7	Which of the following is called as Sharpe's model? (i) Full Covariance (ii) Risk Return (iii) Efficient frontier (iv) Index Model	K1	CO4
	8	Which of the following determined Capital Asset Pricing Model (CAPM) ? (i) Expected Return (ii) Portfolio Risk (iii) Market Index (iv) Investment Period	K2	CO4
5	9	Identify which of the following is Performance decomposition? (i) Return split (ii) Drop assets (iii) Market calc (iv) Beta measure	K1	CO5
	10	Mention the constraints of a portfolio revision constraint. (i) Taxes & costs (ii) Market return (iii) Beta (iv) Index	K2	CO5

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SECTION - B (35 Marks)
Answer **ALL** questions
ALL questions carry **EQUAL** Marks (5 × 7 = 35)

Module No.	Question No.	Question	K Level	CO
1	11.a.	Compare Investment and Speculation.	K2	CO3
		(OR)		
	11.b.	Explain the Objectives of Investment.		CO2
2	12.a.	Outline the benefits of Mutual Funds.	K2	CO2
		(OR)		
	12.b.	Classify the corporate bonds.		
3	13.a.	Explain the fundamental analysis (economy–industry–company) to assess the investment potential of a firm.	K2	CO5
		(OR)		
	13.b.	Explain the chart patterns and charts? How are they interpreted in Technical Analysis?		CO1
4	14.a.	Compose the relationship between risk and return as depicted in the Capital Market Line (CML) and Security Market Line (SML).	K4	CO4
		(OR)		
	14.b.	Examine the concept of diversification and to explain how portfolio risk can be reduced by combining securities with low correlation.		CO5
5	15.a.	Identify the strategies for portfolio revision.	K3	CO5
		(OR)		
	15.b.	Identify the need for portfolio evaluation.		CO4

SECTION -C (30 Marks)
Answer **ANY THREE** questions
ALL questions carry **EQUAL** Marks (3 × 10 = 30)

Module No.	Question No.	Question	K Level	CO
1	16	Explain the phases of Portfolio Management.	K2	CO2
2	17	Summarise the factors influencing gold and silver prices in the current market.	K3	CO5
3	18	Explain how business risk and financial risk affect a company's overall risk profile.	K2	CO4
4	19	Examine the Capital Asset Pricing Model (CAPM) to estimate the expected return of a security given its beta, risk-free rate, and market return.	K4	CO5
5	20	Explain portfolio performance using risk-adjusted return and decomposition methods.	K3	CO4

Z-Z-Z END