

## Paper-12A (ii): Security Analysis and Portfolio Management

Time: 3 hrs

Max. Marks: 80

### SECTION-A

Answer ALL questions

4X15=60

1. (a) What are the sources of Investment Information?

(Or)

(b) Aravind considers Rs.1000 par value bond bearing a coupon rate of 11% that matures after 5 years. He wants a minimum YTM of 15%. The bond is currently sold at Rs.870. Should he buy the bond?

2. (a) Explain in detail the concept of Fundamental Analysis?

(Or)

(b) What are the tools used in Technical Analysis?

3. (a) What are the Modern Theories of Portfolio Analysis?

(Or)

(b) V Enterprise has a beta of 1.5. The risk-free rate is 7% and the expected return on the market portfolio is 14%. The Company presently pays a dividend of Rs.2.50 per share and investors expect a growth rate of 12% p.a. Compute the required rate of return on the equity according to CAPM. What is the present market price of the Equity Share assuming the computed return as required return?

4. (a) What are the different types of Mutual Funds?

(Or)

(b) What are the services provided by the Mutual Funds?

### SECTION-B

Answer any Four Questions

4 x 5 = 20

5. Investment vs. Gambling

6. What are the Types of Preference Shares?

7. What are the Stages in Industry Analysis?

8. Explain the different types of Charts?

9. How can you evaluate the Portfolio Performance?
10. Explain the Traditional Portfolio Theory?
11. Briefly explain the objectives of Mutual Funds?
12. What are the advantages of Mutual Funds?