(i) Printed Pages : 2 Roll No. ....

(ii) Questions : 10

Sub. Code : | 2 | 6 | 2 | 1 | 6 |

Exam. Code : | 0 | 5 | 0 | 4 |

Master of Commerce 4th Semester

(2056)

GROUP D : (ACCOUNTING & FINANCE)

Security Analysis and Portfolio Management

Paper–MC-414 (Same for CDOE Candidates)

Time Allowed : Three Hours] **[Maximum Marks : 80**

Note :— Attempt **five** questions in all selecting at least **one** question from each section. All questions carry **16** marks.

SECTION–A

1. Analyze how inflation, interest rates, and economic growth affect the investment climate of a country.

2. Describe important technical indicators such as moving averages, RSI, and MACD.

3. Explain the life cycle approach to industry analysis. Analyze the factors affecting industry profitability and growth prospects.

SECTION–B

4. Describe the semi-strong form of market efficiency and analyze how quickly and accurately security prices adjust to publicly available information.

5. Explain the various risks associated with bonds and debentures, including interest rate risk, credit risk, and reinvestment risk.

SECTION–C

6. Discuss the trade-off between risk and return in portfolio construction. How do investors manage this trade-off?

7. Explain Sharpe's Optimization Solution. How does it help in portfolio selection? Discuss the assumptions and limitations of Sharpe's model.

SECTION–D

8. Discuss the concept of systematic and unsystematic risk in the context of CAPM. Explain why only systematic risk is rewarded in capital markets and how beta measures this risk.

9. Differentiate between active and passive portfolio management strategies. Discuss the circumstances under which each strategy is most suitable.

10. Explain the need and objectives of portfolio performance evaluation. Discuss how it helps investors and fund managers in decision-making.