**EMBFM-207**

**Second Semester Executive MBA (Finance Management),**

**Examination Aug/Sep-2015**

**Security Analysis and Portfolio Management**

**Time:-3Hours** **Max. Marks: - 80**

**SECTION-A**

**Answer any five questions: (6\*5)**

1. What do you understand by security analysis?
2. Write a short note on Filter rule.
3. Comment on the shape index model.
4. What is capital market line?
5. Clarify the concept of arbitrage pricing theory.
6. Comment on the portfolio management.
7. Write a brief note on equity shares.
8. What are convertible debt securities?

**SECTION-B**

**Answer any two questions. (10\*2)**

1. What are the main approaches of security market analysis?
2. Elaborate the concepts of traditional portfolio management and modern investment process.
3. What are the basic assumptions behind the Markowitz Portfolio theory?

**SECTION-C**

**Answer any two questions. (15\*2)**

1. Explain the concept of ‘Efficient Market’. Discuss the implications of ‘Efficient Market Hypothesis’ for security analysis.
2. Rotari Holdings Ltd., an investment company has invested in equity shares of a blue chip company. Its Risk free return (Rd = 9% Expected total return (Rm) =16% Market sensitivity index (Bi) = 0.8 Calculate the expected rate of return on the investment made in the security.
3. ‘The investment environment has undergone several changes in India since 1991′. Discuss this statement and explain the three elements of investment environment.