

SIXTH SEMESTER UG DEGREE EXAMINATION, APRIL 2024

(Regular/Improvement/Supplementary)

BBA

GBBA6B16T: INVESTMENT MANAGEMENT

Time: 2 ½ Hours

Maximum Marks: 80

SECTION A: Answer the following questions. Each carries two marks.

(Ceiling 25 Marks)

1. What is speculation?
2. Write short note on sweat equity.
3. What are investment objectives?
4. Define risk.
5. Why does money have time value?
6. What is meant by price earning ratio?
7. Comment on primary trend.
8. What is meant by breadth of the market?
9. What are the sources of investment information?
10. Write a note on market efficiency.
11. What is short selling?
12. Define portfolio.
13. Give an account on right share.
14. What is SML?
15. Comment on expected return.

SECTION B: Answer the following questions. Each carries five marks.

(Ceiling 35 Marks)

16. Explain the differences of investment with speculation and gambling.
17. Differentiate systematic and unsystematic risk.
18. What is meant by fundamental analysis? How does fundamental analysis differ from technical analysis?
19. How does ratio analysis reflect the financial health of a company?
20. "Charts are the major analytical tools used in technical analysis"- Describe.
21. Describe various portfolio revision strategies.
22. Explain CAPM theory.
23. Describe various stages in investment process.

SECTION C: Answer any *two* questions. Each carries *ten* marks.

24. The return of securities A and B are given below.

Probability	Security A	Security B
0.5	4	0
0.4	2	3
0.1	0	3

Give the security of your preference on the basis of risk and return.

25. "Fundamental analysis is the study of economic factors, industrial environment and the factors related to company" – Explain.
26. State and explain the random walk theory.
27. Describe the relevance of Markovitz Model in construction of an efficient portfolio.

(2 x 10 = 20 Marks)