

--	--	--	--	--	--	--	--	--	--

**C****MBA (FT)/MBA (IB) DEGREE III SEMESTER EXAMINATION NOVEMBER 2014****SMS 2307/SMI 2307 SECURITY ANALYSIS AND PORTFOLIO MANAGEMENT
(2012 Scheme)**

Time: 3 Hours

Maximum Marks: 50

PART A(Answer *ALL* questions)

(5 x 2 = 10)

1. How is investment different from speculation?
2. What are the new innovations in bond market?
3. Examine the tax sheltered schemes available for Indian investors.
4. What is private placement and what are its advantages?
5. What do you mean by relative strength analysis?

PART B(Answer *ANY FIVE* questions)

(5 x 4 = 20)

6. Define securities and give a brief account of different types of securities.
7. Differentiate between capital and money market securities and examine the commonly available money market and capital market investment alternatives.
8. Why do companies issue shares in the primary market? What is the relationship between the new issue market and secondary market?
9. What is a stock exchange? What are their functions? How are trade settled in stock exchanges?
10. Find out the yield to maturity on an 8% 5 year bond selling at Rs.105.
11. Explain the importance of earnings, dividend payout and required rate of return in estimating the theoretical value of a stock.
12. Examine and discuss the factors that affect the earnings per share of a company.

PART C(Answer *ANY TWO* questions)

(2 x 10 = 20)

13. Explain in detail Dow Theory and how it is used to determine the direction of stock market.
14. Discuss the relationship between efficient market hypothesis and fundamental analysis.
15. Describe the operations in primary and secondary market with reference to issue, buying and selling of shares.