Dr. BabasahebAmbedkar Open University
Term End Examination July – 2019

Course	:	**PGDF**	**Date**	:	**18-Jul-19**
Subject Code	:	**PGDF-202**	**Time**	:	**11:00am to 02:00pm**
Subject Name	:	**Security Analysis and Portfolio Management**	**Duration**	:	**03 Hours**
			Max. Marks	:	**70**

Section A

Answer the following (Attempt any three) **(30)**

1. Explain share holder and common rights of share holder.
2. Explain different types of bond and bond rating.
3. Explain different types of risk with appropriate example.
4. Define derivative. Explain various equity derivatives.
5. Explain basic tenets and trends of Dow theory.

Section B

Answer the following (Attempt any four) **(20)**

1. Write a note on stock valuation.
2. Write a note on mutual fund's NAV.
3. Explain various primary reasons for increased risk.
4. Write a note on hedge fund indices.
5. Explain any five techniques used in day trading.
6. Explain characteristics of day trader.

Section C

Part – A (Multiple Choice Questions) **(10)**

1 In an organisation, the part of voting will take place at _____.

A Annual meeting B Appraisals
C Board meeting D None of these

2 Preferred stock is also called as _____.

A Liquid stock B Preference stock
C Equity stock D None of these

3 Stock exchange is place where _____ are traded.

A Mutual funds B Equities
C Money D All of these

4 Cash generated from day-to-day business operations is known as _____.

A Operating cash flow B Cash flow from investment
C Cash flow from financing D All of these

5 The Equity can be calculated as _____.

A Total asset + Total liabilities B Total asset - Total liabilities
C Total asset / Total liabilities D Total asset * Total liabilities

6 _____ is related to technical analysis.

A Candlestick charting B Dow theory

C Elliot wave theory D All of these

7 Efficient market hypothesis where public information is reflected in current market prices is known as _____.

A Weak form efficiency B Strong form efficiency

C Market efficiency D Semi strong efficiency

8 _____ is a two-dimensional method for charting volume by price level.

A On balance volume B PAC chart

C Parabolic SAR D Pivot point

9 While analyzing stock, a channel can slope _____.

A Upward B Downward

C Sideways D All of these

10 The _____ is the day the Board of Directors announces its intention to pay a dividend.

A Declaration date B Ex dividend rate

C Record date D Payment date

Part – B (Do as Directed) (10)

State Whether Following Statement are True or False

1 Issuing shares certificates to company is not a feature of primary market.

2 Bonds are commonly referred to as fixed income securities.

3 Corporate bond is that which gets converted into predetermined amount of company's equity during certain time.

4 The most favourable portfolio is the proficient portfolio with the lowest risk.

5 The idea behind mutual fund put individuals money in money-market instruments.

6 The mutual fund provides shareholders with professional investment management, diversification and liquidity.

7 A closed-end fund is a type of mutual fund where shares issued when fund is organized.

8 The risk involved in hedge fund according to European Central Bank is financial stability.

9 Funds of hedge funds generally charge fee for services of around 1 percent.

10 Profit is a reason for Offshore investment.