

B.B.A. Part-III (Semester—VI) Examination**INVESTMENT MANAGEMENT****Paper—BBA/604**

Time : Three Hours]

[Maximum Marks : 80

Note :— All sections are compulsory.**SECTION—A****(Multiple Choice Questions)**

1. Horse Racing, Card Games and the Lottery are instances of :
 - (a) Investing
 - (b) Gambling
 - (c) Speculating
 - (d) Arbitrage
2. This is a relationship between Risk and Return :
 - (a) When risk increases, return decreases
 - (b) When risk increases, return increases
 - (c) When risk decreases, return unchanged
 - (d) When risk decreases, return increases
3. What is the Stock Exchange Index's (Sensex) total number of companies ?
 - (a) 40
 - (b) 30
 - (c) 50
 - (d) 60
4. Deduction under Section 80C is allowed to :
 - (a) Individual
 - (b) Individual or HUF
 - (c) All assesseees
 - (d) Individual or HUF resident in India
5. Parliament has the power to levy tax on income other than :
 - (a) Exempt Incomes
 - (b) Income of poor people
 - (c) Agriculture Income
 - (d) All incomes are taxable
6. Who is the Central Banking Authority in India ?
 - (a) RBI
 - (b) NABARD
 - (c) Ministry of Finance
 - (d) SEBI
7. Commercial paper has a maturity of around how many days ?
 - (a) 1 day to 1 year
 - (b) 10 days to 1 year
 - (c) 15 days to 1 year
 - (d) None of the above

8. The portion of Income not spent on ____ is saving.
- (a) Consumption (b) Production
(c) Distribution (d) None
9. Primary Capital Market are the platform where :
- (a) New Securities are issued (b) New Securities are sold
(c) New Securities are borrowed (d) Both (a) and (b)
10. The market in which new securities are issued by corporations to raise funds are called :
- (a) Primary Market (b) Secondary Market
(c) Gross Market (d) Proceeds Market
11. Which of the following is more risky investment ?
- (a) Equity (b) Corporate Bonds
(c) Treasury Bills (d) Certificate of Deposits
12. Which of the following is not a money market instrument ?
- (a) Equity (b) Corporate Bonds
(c) Treasury Bills (d) Certificate of Deposits
13. The Chairman of Securities and Exchange Board of India is appointed by the :
- (a) Ministry of Finance (b) RBI
(c) Stock Exchange (d) None of the above
14. Which of the following is not a Public Sector Unit ?
- (a) RBI (b) SEBI
(c) SBI (d) IDBI
15. Which of the following is/are credit rating agency/agencies in India ?
- (a) CRISIL (b) CARE
(c) ICRA (d) All of the above
16. Which of the following is the function of financial market ?
- (a) Mobilization of Saving (b) Price Fixation
(c) Provide Liquidity to Financial Assets (d) All of the above
17. The first computerised Stock Exchange in India was :
- (a) Bombay Stock Exchange (b) Multi Commodity Exchange
(c) National Stock Exchange (d) Over-the-Counter Exchange of India

18. The promoter of the National Stock Exchange is :
- State Bank of India
 - Life Insurance Company and General Insurance Company
 - Industrial Development Bank of India
 - All of the above
19. The process of issuing share to public is called as :
- Rights Issue
 - Bonus Issue
 - Initial Public Offers
 - Company Issue
20. The regulatory body for the securities market in India is :
- RBI
 - IRDA
 - Stock Exchange
 - SEBI
- 20×1=20

SECTION—B

(Short answer questions)

- Explain the nature of investment.

OR

 - Explain the modes of investment. 4
- Write role of saving in a growth process.

OR

 - Write a note on RBI. 4
- What is the Capital Market ? Explain its structure.

OR

 - Write down a note on Debt vs. Equity. 4
- Explain the importance of Industrial Development Bank of India.

OR

 - Explain all about ICICI. 4
- Describe depository system.

OR

 - NSE is a first digitally operated exchange – comment. 4

SECTION—C

(Long answer questions)

- Explain security market and its characteristics.

OR

 - Comment on “care to be taken by investor while investing”. 8

2. (a) Explain DFHI in detail.

OR

(b) Explain all about primary and secondary market with its features. 8

3. (a) Explain developed and underdeveloped market.

OR

(b) Explain money market instrument and its classification. 8

4. (a) Explain all about CRISIL and investor protection.

OR

(b) Describe Indian Capital Market with its special features. 8

5. (a) Explain NSE and its operations.

OR

(b) Explain OTCEI and its working and coverage. 8