MMS/D11

6089

Security Analysis and Investment Management

Paper: FM-307

Time: Three Hours]

[Maximum Marks: 70

Note: Attempt FIVE questions in all. Question no. 1 is compulsory.

All questions carry equal marks.

- 1. Explain briefly:
 - (i) Reverse book building
 - (ii) Registrar to an issue
 - (iii) e-IPO
 - (iv) Red Herring Prospectus
 - (v) Rolling settlement
 - (vi) Beta
 - (vii) Stock market index.

 $7 \times 2 = 14$

- 2. (a) Carefully describe the risk return trade-off faced by all investors.
 - (b) Is the study of investments really important to most individuals?

7+7=14

- 3. (a) Procedure of listing of securities
 - (b) Procedure of investing in equity shares.

7+7=14

- 4. (a) A company paid a cash dividend of Rs. 4 per share on its stock during the current year. The earnings and dividends of the company are expected to grow at an annual rate of 8 per cent indefinitely. Investors expect a rate of return of 14 per cent on the company's shares. What is a fair price for this company's shares?
 - (b) What is yield to maturity? How is it calculated? 7+7=14

5.	(a) Describe real estate investment.		1
	(b) How investment in money market instruments is diffe	rent f	rom
	investment in capital market instruments?	7+7	=14
6.	Explain how informations obtained from technical analysis	are us	eful
	to investors ?		14
7.	rec Hours V rounded in the Harden VI st.	17 -	275
	What is meant by an efficient market? What are the be		s to
	society of an efficient market ?		14
8.	Write a detailed note on recent developments in Indian	1 Cap	oital
	Market. Solve building and serverse book building.		14
	Remistrar to an issue		
	Red Herring Prospectus		
	Rolling settlement	(va	
	Stock market index		
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	is its study of investments really important to real additional		
	Procedure of listing of securities		
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