

Roll No.

Total No. of Pages : 2

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. 7×2=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.
(b) How investment in money market instruments is different from investment in capital market instruments ? 7+7=14
6. Explain how informations obtained from technical analysis are useful to investors ? 14
7. What is meant by an efficient market ? What are the benefits to society of an efficient market ? 14
8. Write a detailed note on recent developments in Indian Capital Market. 14