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**MASTERS OF BUSINESS ADMINISTRATION
(BANKING AND FINANCE) (MBABFEV)**

Term-End Examination

December, 2012

**MCN-026 : SECURITY ANALYSIS AND
PORTFOLIO MANAGEMENT**

Time : 3 hours

Maximum Marks : 100

Note : Attempt any five questions. All questions carry equal marks.

1. Define the term investments. What is meant by the expression efficient market and of what significant is an efficient market to an investor ?
2. Discuss the basic bond valuation model and explain the following yield measures : Current yield, yield to maturity yield to call and realised yield to maturity.
3. Explain the two stages dividend discount model used for valuation of equity.
4. Briefly explain the following :
 - (a) Price Indicators
 - (b) Point and figure charting
 - (c) 200 days moving average
 - (d) Relative strength

5. Define the various forms of market efficiency. What do they have in common ?
 6. Distinguish between the security market line and the capital market line.
 7. Explain two specific active bond management strategies. Discuss the concept of immunization and explain the role of duration in this concept.
 8. Briefly explain the following :
 - (a) Straddle
 - (b) Strips and Straps
 - (c) Spread
 - (d) Collar
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