

Roll No. ....

Subject Code—2148

**M. Com. (Part II) EXAMINATION**

Opt. Paper Group—I (Finance)

MC-206-F

**INVESTMENT MANAGEMENT**

*Time : 3 Hours*

*Maximum Marks : 100*

**Note :** Attempt *Five* questions in all. Q. No. 1 is compulsory. All questions carry equal marks.

1. (a) Briefly discuss the mechanics of investing.
- (b) Which are the risks involved in real estate investment ?
- (c) What is Unsystematic Risk ?
- (d) What are the objectives of investment companies ?

(1-10-6-09)

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- (e) What is an Efficient Frontier ?
  - (f) Explain the concepts of risk-free rate.
  - (g) What is the utility of CML ?
  - (h) What are the features of passive portfolio strategy ?
  - (i) Why should a portfolio be revised ?
  - (j) What do you mean by 'risk adjusted performance measures' ?
2. How does the new issue market operate in India ? Which factors affect the growth of this market ?
  3. Why should a person invest ? Which factors should an investor keep in mind while taking investment decisions ?
  4. What are the major differences between stock market and money market ? Describe the instruments of money market.
  5. What are the assumptions of Markowitz portfolio theory ? How are portfolio return and risk calculated using Markowitz model ? Explain and illustrate.

6. Explain the following :
- (a) Risk-free lending and borrowing
  - (b) Security Market Line
  - (c) Optimal Portfolio
  - (d) APT.
7. Write a detailed note on the assumptions, mechanism and limitations of CAPM.
8. Write notes on the following :
- (a) Sharpe Single Index Model
  - (b) Constant Ratio Plan.