



**N.B. : ALL QUESTIONS ARE COMPULSORY
FIGURES TO THE RIGHT INDICATE FULL MARKS
USE OF CALCULATOR IS ALLOWED**

Q 1.A) Fill in the blanks With Correct alternative (any eight).

8

1. An _____ is an individual who works in a financial institution that is in the business primarily of raising capital for companies, governments and other entities.
a) CEO b) CFO c) investment banker d) none of the above
2. _____ in general is a recreational activity than an activity to find an extra income.
a) Gambling b) Investment c) Savings d) none of the above
3. Alternative investment and property are -----
a) Defensive asset b) Growth asset c) Fixed asset d) None of the above
4. An----- which helps organisation to raise capital?
a) Investment bank b) commercial bank c) venture capital firms d) All of the above
5. Market risk is also known as _____ risk.
a) systematic b) unsystematic c) both of the above d) none of the above.
6. There is _____ correlation between risk return tradeoff..
a) positive b) negative c) no correlation d) none of the above
7. Required Return = Risk-Free Return + _____
a) Risk premium b) market return c) zero return d) none of the above
8. An investment bank currently paying attention on-----
a) Digital technology b) financial technology c) Innovations d) All of the above
9. An industry analysis is an essential responsibility for-----
a) An equity research analyst b) demand -supply mechanism c) Future outlook d) All of the above
10. To ----- is not an investment banking activity.
a) Merger and acquisition b) cross border transaction c) Accept deposits d) Research

B) State whether the following statements are true or false (any seven).

07

- 1) RBI is the regulator of money market.
- 2) Hybrids are a combination of active & passive strategies.
- 3) Growth asset are designed to decrease investment.
- 4) Fundamental and Technical analysis helps in stock selection.
- 5) Risk averse investors have more appetite to take risk.
- 6) Venture capitalist do not fund to risky ventures
- 7) Interest rate risk arises due to variability in political situation in a country.
- 8) The industry analysis does not shed light on the economic health of the Company
- 9) Security exchange board of India was nationalised in 1991.
- 10) Portfolio management process is not an outgoing way of managing a client's portfolio of assets.

TURN OVER



Q 2. Answer the following questions

- A) What is investment banking? Explain the importance of investment banking. 8
- B) Explain the steps involved in portfolio management. 7

OR

- A) Distinguish between Investment and Gambling. 8
- B) What is an asset class? Explain the types of assets classes. 7

Q 3. Answer the following questions

- A) Explain private placement method in detail. 8
- B) What is an investment banker. Explain the role of investment banker. 7

OR

- A) Explain the features of venture capital? 8
- B) What is due diligence? Explain due diligence process. 7

Q4. ANSWER THE FOLLOWING QUESTIONS.

- A. Explain the terms risk averse investor, risk tolerant investor, risk seeking investor and risk return tradeoff. 8
- B. Explain various types of risk. 7

OR

- A. Explain the procedure of ASBA (application supported by blocked amount) 8
- B. Elaborate the term IPO (initial public offering) in detail? 7

Q 5. Answer the following questions

- A) What are the steps of industry analysis? 8
- B) Explain industry consolidation in detail. 7

OR

Q5 Write short notes on (any three) 15

- A) Angel investors.
- B) Mutual Funds and its advantages
- C) Distinguish between investment and speculation
- D) Follow on public offer
- E) Functions of a financial intermediary.