### Pg. 1 of 2

## Goa Vidyaprasarak Mandal's

# GOPAL GOVIND POY RAITURCAR COLLEGE OF COMMERCE AND ECONOMICS PONDA – GOA

### B.COM CBCS (SEMESTER IV) EXAMINATION JUNE 2022 FUNDAMENTALS OF INVESTMENT

Duration: 2 Hours Marks: 80

#### Instructions:

- 1.All questions are compulsory.
- 2. Numbers to the right indicate marks.
- 3.Q.NO.1 and Q.NO.2 to be answered in not more than 100 words
- 4. Q.NO.3 to Q.NO.6 to be answered in not more than 400 words
- Q.1 Answer any FOUR out of the following SIX questions. (16 Marks)
- a) Stock Broker
- b) Individual Investor
- c) Impact of Taxes & Inflation on Return
- d) Approach of Technical Analysis
- e) Financial Derivatives
- f) Mutual Funds
- Q.2 Answer any FOUR out of the following SIX questions. (16 Marks)
- a) Online and Offline Trading in Securities.
- b) Sources of Financial Information. (Any Four)
- c) Intrinsic Value
- d) Price to Book Value Ratio
- e) Foreign Institutional Investor
- f) Investor Protection

Q.3 a) 'In an investment world, an investor can choose from several investment options available'. Categorize on the basis of risk & return profile attached to the investment avenues. (12 Marks)

OR

- Q.3 b) "Careful evaluation of investment goals with regular monitoring leads to fulfilment of investment objectives." Explain with regard to the process of Investment. (12 Marks)
- Q.4 a) Explain in detail the process of Fundamental Analysis. (12 Marks)
  OR
- Q.4 b) Assess the important advantages and the limitations in the process of Credit Rating. (12 Marks)
- Q.5 a) Explain the term Portfolio, Portfolio Risk and Portfolio Return?

  Discuss the features of Investment Portfolio. (12 Marks)

OR

- Q.5 b) What is Diversification? Explain the benefits and challenges of Diversification Strategy. (12 Marks)
- Q.6 a) Elaborate the role of following market participants in the securities market.
  - A. Stock Exchange
  - B. Clearing House
  - C. Depository Participants

(12 Marks)

OR

Q.6 b) "One of the widely traded security in the capital markets is Bond."

Justify the above statement emphasizing its types along with the bond risks involved in the process. (12 Marks)