State the features of Random Walk theory.

4. Explain the cycle of an industry.

3. What are the factors determining the price of mutual funds?

2. What do you mean by a mutual fund? What are mutual funds?

1. Define the term Investment. How does it differ from speculation?

Answer FIVE questions out of the following.

PART A — (5 x 6 = 30 marks)

Time: Three hours

Maximum: 100 marks

INVESTMENT AND PORTFOLIO MANAGEMENT

General/Finance/Insurance Management

Porthole Semester

December 2015/January 2016

M.B.A. DEGREE EXAMINATION

MBE/S 4004

MBGN 4001/PMA 4001/IN 4001

4. What is the role of the client trader?

Client trader?

How will you communicate with client and

analyse will you carry out?

(a) What information do you need?

Questions:

Greens of this client's portfolio.

Impact of cross currency movements on all the knowledge. Now, you are asked to report the

It seems that the client trader is out to test you

Convince the client trader.

You say you have tested it for delinquency. You say you have tested it for delinquency. The portfolio of the client sees large movements. This deal for your company. Once again your client trader is not happy with you. He is asking what if

You succeed in convincing your client to take a

forward on converting AUD 100 million through

suitable option on AD 100 million and 6 month USD. You are able to make a net sum through

Options Analysis

14. Discuss in detail the Markowitz Model of portfolio

13. What is the value of the shares?

12. How does the growth factor affect the

11. Explain the efficient market hypothesis and the

10. What do you mean by company analysts?

9. Describe the different types of options.

8. Explain security market line with the help of


6. Analyse various types of charts used by technical

5. Describe the Sharpe’s model of portfolio

4. Expected return of a security?

3. Calculate CAPM. How does it help in estimating the

2. Discuss the current macroeconomic scenario.

1. Case Study:

PART C — (1) x 20 = 20 marks

Performance Index analysis.

Why and how do the possibilities arise?

Discuss this deal. The client’s trader is not amused.

days trading is over, you meet the client trader and

strategies known as covered call writing. After a

forward sale, purchase of a put option or by a

You suggest that the client can hedge this by a

an American Put 60 exercisable.

Aer理赔 and an American Put 60 exercisable.

other options contracts, where the market moved

is looking for. The client has plant his fingers in

During the discussion, it transpires that there are

six months time.

clear is exercising an in the option of AVD 200 million in

clear is negotiating an inflow of AVD 200 million in

subsidiaries exports to Australia calls up. The

monthly on a corporate desk. A long time client with

You are your derivatives trader. This is your first

PART B — (6 x 10 = 60 marks)

Figure 4 (show the graph)

Answer any FIVE questions out of the following:

Diagram.

PART A — (5 x 20 = 100 marks)

Diagram.

PART A — (5 x 20 = 100 marks)
State the importance of international monetary system.

Define the concept of balance of payment.

Special features in global trade.

What is meant by gold standard? Explain its benefits.

Global Financial Management

Finance

Fourth Semester

December 2015/January 2016

M.B.A. Degree Examination

MBFM 4002
Complimentary

PART C — (1 x 20 = 20 marks)

(c) Economic commercial power.
(p) Purpose of overseas investment.

(3) Effect of FDI.

16. Write a short note on the followings:

- and bond market instruments.
- Write an essay on International money market.

15. Write an essay on International monetary system.

14. Explain briefly the following:

- International funds.
- Elaborately discuss the various sources of development of foreign exchange market.

13. Discuss the role of RBI towards regulating and working.

12. State the objectives of GATT and explain its international.

11. Explain the role of WTO in international economic.

10. Answer any FIVE questions out of the followings:

PART B — (6 x 10 = 60 marks)

8. State the significance of FDI.

7. What do you mean by exposure netting? Explain its assumptions.

6. What are the various types of currency risk?
6. Write a short note on FDI.
5. What is a forward price? Explain his merits.
3. What is the need for finance in international trade?
2. Write short notes on Balance of Payment.
1. What is international trade?

All questions carry equal marks.

Answer any FIVE questions.

PART A — (5 x 6 = 30 marks)

Time: Three hours
Maximum : 100 marks

INTERNATIONAL TRADE AND FINANCE

Finance

Fourth Semester

December 2015/January 2016
M.B.A. Degree Examination,

MBM 4008/MBIT 4003
The provisions in the Foreign Trade Policy have made India more competitive in the export market by allowing export incentives. Prepare a feasibility report to make your products competitive in the export market.

Question:

1. You are an exporter of Gold and Diamond. You wish to avail the incentives given to the exporter under FTP and also wish to upgrade your production facility.

II. Discuss the benefits of international trade.

All questions carry equal marks.

Answer any THREE questions.

PART B — (5 x 10 = 50 marks)

7. What is bill of lading? Explain.

8. Explain about Export Processing Zone.

11. Explain the functions of EXIM Bank in international trade.

12. What are the activities involved in pre-shipment and post-shipment finance?

13. Discuss the factors influencing exchange rates.

14. What are the assumptions and advantages of PPP Theory in International trade.

15. Explain the various commercial documents involved in export trade.

16. Examine the export incentives provided by the Government of India for developing export.
1. Write short notes on security market.

2. Explain the RBI rules and regulations for PFI's.

3. Write a note on new issues market.

4. Explain the functions of primary market.

5. Explain the importance of secondary market.

6. What is meant by trade mechanism?

7. What are the roles and responsibilities of depositor-participants?

What are the alphas of the two stocks?

- What is the SNL?
- If the risk-free rate is 7% and the market return is equally likely to be 6% or 20%, what is the expected return on each stock if the market return is equally likely to be 6% or 20%?
- What are the betas of the two stocks?

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<thead>
<tr>
<th>Stock</th>
<th>Beta</th>
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<tbody>
<tr>
<td>A</td>
<td>1.2</td>
</tr>
<tr>
<td>B</td>
<td>0.8</td>
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</tbody>
</table>


The following table gives an example of expected returns.

17. Case Study:

Companion question:

PART C — (1 × 20 = 20 marks)
8. Explain the need for derivatives.

7. What is meant by cross hedging?

6. Explain the functions of a clearing house.

5. What is a financial futures contract?

4. What is a currency swap?

3. Write short notes on covered option. Explain its advantages.

2. What is a forward market?

1. What is a financial derivative?

All questions carry equal marks.

Answer any THREE questions.

PART A — (6 × 6 = 36 marks)

Time: Three hours

Maximum: 100 marks

FINANCIAL DERIVATIVES

Finance

Fourth Semester

DECEMBER 2015/January 2016

MB.A DEGREE EXAMINATION

MBPA 4005/MLLF 4005
Calculate value of call option as per Black–Scholes model.

Option type: European call

Exercise price: Rs. 55

Standard deviation of stock: 40%

Risk-free rate of interest: 10% p.a.

Months to expiration: 3 months

Stock price: Rs. 60

Consider the following data.

Compulsory question:

PART C — (1 × 10 = 20 marks)

1. Calculate the values of call options.
2. Calculate the value of put options.
3. Explain the advantages and disadvantages of using call options.
4. Discuss the objectives of hedging.
5. Discuss the role of futures in hedging.
6. Discuss the function and growth of futures markets.
7. Discuss the basic principles of option trading.
8. Discuss the various types of option contracts.
9. Discuss the various types of financial derivatives.
10. Explain the various types of derivatives markets.
11. Answer any five questions.
12. Explain the properties of derivatives.
13. Summarize the key concepts of derivatives.
14. Differentiate between forward contracts and futures.
15. Explain the basic principles of option trading.
16. Discuss the role of option markets in financial planning.

All questions carry equal marks.

PART B — (5 × 10 = 50 marks)