NP – 966

VI Semester B.B.A. Examination, June/July 2026
(NEP Scheme)
BUSINESS ADMINISTRATION
FN2 : Security Analysis and Portfolio Management

Time : 2½ Hours   Max. Marks : 60

***Instruction** : **All** answers should be written in **English only**.*

SECTION – A

Answer **any six** sub-questions. **Each** question carries **two** marks. **(6×2=12)**

1. a) Define security market.

   b) What is secondary market ?

   c) Define risk-return trade-off.

   d) What is expected return ?

   e) Define trend analysis.

   f) What is charting ?

   g) What is efficient portfolio ?

   h) Define Treynor Ratio.

SECTION – B

Answer **any three** questions. **Each** question carries **four** marks. **(3×4=12)**

2. Explain factors influencing investment decisions.

3. Explain ratio analysis in fundamental analysis.

4. Describe testing of technical trading rules.

5. Explain reasons for holding a portfolio.

P.T.O.

6. Advith is having units in a mutual fund for the past 3 years. Evaluate the performance of the mutual fund with reference to the market. Find the Sharpe and Treynor indicies.

	Mutual Fund	Market
Returns	70.60	41.40
Standard deviation	41.31	19.44
Risk-free rate of return	12%	12%
Beta	1.12	–

SECTION – C

Answer **any three** questions. **Each** question carries **twelve** marks. **(3×12=36)**

7. Explain different investment avenues and their features.

8. Explain the steps in company analysis with examples.

9. Explain evaluation of technical analysis and its limitations.

10. Explain Jansen's performance index and portfolio evaluation techniques.

11. Following are the expected returns from the securities of two companies A Ltd. and B Ltd. under different conditions. Securities of the companies are quoted at ₹ 100 each.

Condition	**Probability**	**Returns of A Ltd.**	**Returns of B Ltd.**
Bull market	0.3	140	150
Normal market	0.4	110	120
Bear Market	0.3	80	90

Which of the two companies are risky ?