(b) A Mutual Fund accumulated ₹30,00,000 by issuing 50,000 units in the beginning of a financial year. It invested ₹28,00,000 in the corporate securities. The present price of these securities and the price at which the Mutual Fund invested in these securities are given below:

Investment	Value at the beginning	Value at the end	Income
Equity	9,00,000	11,00,000	1,50,000
Debentures	11,00,000	12,00,000	1,44,000

The mutual fund incurred an expense of ₹50,000 during the year. Find the NAV of the mutual fund at the end of the year. (10)

5. Discuss different types of mutual funds available in the market. Also discuss the entry and exit load.

(15,5)

OR

- (a) Explain various factors affecting choice of a mutual fund. (5)
- (b) Write note on any three from the following:
 - (i) CRISIL
 - (ii) Brokerage in stock market
 - (iii) NSE
 - (iv) P/E Ratio
 - (v) PEG Ratio
 - (vi) Price Revenue Ratio (5,5,5)

(1000)

[This question paper contains 4 printed pages.]

Your Roll No.....

Sr. No. of Question Paper: 3817

G

Unique Paper Code

: 22415303

Name of the Paper

: BCH 3.4 (a) Investing in

Stock Markets

Name of the Course

: B.Com (Hons)

Semester

: III

Duration: 3 Hours

Maximum Marks; 100

Instructions for Candidates

- 1. Write your Roll No. on the top immediately on receipt of this question paper.
- 2. Attempt all questions.
- 3. All questions carry equal marks.
- 4. Use of Simple Calculator is allowed.
- 1. (a) What do you understand by the term investment?

 Explain the investment environment in the context of Indian Financial Market? (5,10)
 - (b) Explain market order with the help of an example.

(5)

OR

3

- (a) What is an IPO? Explain the process of Book Building? (5,10)
- (b) What are the advantages of private placement? (5)
- 2. (a) What do you mean by primary market? Discuss the difference between Primary and secondary market. (10)
 - (b) Write a note on:
 - (i) Bombay Stock Exchange and
 - (ii) Sensex (5,5)

OR

The return in percentage on securities *Omega* and *Phi* under different situations are given below:

State of the Market	Probability of Occurrence	Possible Returns	
		Omega	Philip
Bear	.3	18	7
Normal	.4	24	11
Bull	.3	30	28

Find return and risk associated with both the securities and which security should an investor choose and why? (17,3)

- 3. (a) Explain and illustrate how Income Statement of a company can be used to analyze the financials of a company? (15)
 - (b) What is NIFTY?

OR

- (a) How does shareholding pattern help in analyzing a company? (10)
- (b) Calculate EPS and PE Ratio: (10)

Net Profits After Paying Taxes	₹25,00,000
Equity share capital divided in to shares of ₹10 each	₹15,00,000
Current Market Price	75

- 4. (a) What are simple moving averages? Discuss their importance in stock selection process. What are the popular moving averages used in stock market? (10)
 - (b) Name some of the basic and advanced interactive charts. Also give explanation. (10)

OR

- (a) What is a mutual fund? What are the benefits of investing in mutual funds for a small investor?

 (4,6)
 - P.T.O.

(5)