


Roll No.	
SAP ID	

**UNIVERSITY OF PETROLEUM AND ENERGY STUDIES**

**End Semester Examination, December 2020**

**Course: Fundamental of Investment**

**Course Code:CLNL3003**

**Programme: BBALLB(BIF&IT)**

**Semester: 5<sup>th</sup>**

**Time: 03 hrs.**

**Max. Marks: 100**

**SECTION A**

**Each Question will carry 5 Marks**

**Instruction:Complete the Statement/Choose the correct one**

S. No.	Questions	Marks	CO
Q 1	Inflation risk is also known as : <ul style="list-style-type: none"> <li>● Market Risk</li> <li>● Purchasing Power</li> <li>● Interest Rate</li> <li>● Regulation Risk</li> </ul>	5	CO3
Q 2	Which of the following Financial market is dealing in long term funds: <ul style="list-style-type: none"> <li>● Money Market</li> <li>● Capital Market</li> <li>● Commodity Market</li> <li>● None of the above</li> </ul>	5	CO4
Q 3	Which of the following contracts are standardized and traded in stock exchanges:	5	CO3

	<ul style="list-style-type: none"> <li>● Forward Contract</li> <li>● Future Contract</li> <li>● Options</li> <li>● None of the above</li> </ul>		
Q4	CAPM stands for -----	5	CO2
Q5	----- is the apex body of asset management companies.	5	CO1
Q6	EPS stands for: <ul style="list-style-type: none"> <li>● Earning per share</li> <li>● Equity per Share.</li> </ul>	5	CO3
<b>SECTION B</b>			
<b>Each question will carry 10 marks</b>			
<b>Instruction: Write short / brief notes</b>			
Q7	“Fixed Deposits need not to be good investment”Critically examine the statement?	10	CO1
Q8	Distinguish between Future and Forward Contract?	10	CO1
Q9	To introduce improved practices and greater transparency in the stock markets and capital markets in the interest of healthy capital market development, a number of steps have been taken by SEBI justify the statement?	10	CO2
Q10	Portfolio is a group of financial assets such as shares, stocks, bonds, debt instruments,mutual funds, cash equivalents examine the above statement by features of Portfolio Management?	10	CO3
Q11	Distinguish between Investment and Speculation or Speculation and Hedging?	10	CO2
<b>SECTION C</b>			
<b>Each question will carry 20 marks</b>			
<b>Instruction: Attempt any One.</b>			
Q12	Rakesh Jhunjhunwala was probed by the SEBI in January 2020 on account of alleged <b>insider trading</b> . These allegations were based on the <b>trades</b> made by him and his family in the IT education firm Aptech. Aptech is the only firm in Jhunjhunwala's portfolio in which he owns managerial control., in the light of the above statement explain the role of SEBI for Investor Protection?  Or	20	CO2

	<p>As per the Securities Contracts Regulation Act, 1956 “A stock exchange is an association, organization or body of individuals, whether incorporated or not, established for the purpose of assisting, regulating and controlling business in buying, selling and dealing in securities.” Husband and Dockeray write “Securities or Stock Exchanges are privately organized markets which are used to facilitate trading in securities. The rate, size and direction of economic growth of an economy depend largely on its financial system. A country’s financial system consists of financial assets, financial intermediaries and financial markets. Financial system is a broader term to include all the three components mentioned above. Financial assets, unlike physical assets, are those assets which are useful for further production of other assets or for earning income. For example if one purchases land &amp; building for residential purpose, these can’t be used for further production. But if he purchases land &amp; building for hiring, these become a financial asset. Financial assets are further classified into marketable and non-marketable assets depending on their transferability give a light on seasonality of Stock Market?”</p>	<b>CO2</b>
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