

2071  
Bachelor of Commerce (Hons)  
Sixth Semester  
BCH-607: Accounting and Finance: Investment Management

Time allowed: 3 Hours

Max. Marks: 80

**NOTE:** Attempt four short answer type questions from Section-A. Attempt two questions each from Section B and C respectively.

x-x-x

**Section – A**

- I. Attempt any four of the following:-
- What do you mean by investment management? Examine its importance.
  - What do you mean by bullion market? Examine the mechanism of bullion market.
  - What do you mean by risk free rate of return? How is it calculated?
  - What do you mean by market capitalization indices? What is their significance?
  - What do you mean by options? What are the different types of options?
  - What do you mean by private equity? Examine its significance for a new business venture. (4x5)

**Section - B**

- II. Distinguish between money market and capital market? Explain the significance of money market and capital market. (15)
- III. What do you mean by financial system? What are the different components of financial system? Examine the significance of financial system. (15)
- IV. Write a note on the nature and functions of securities market in India? What are the principal strengths and weaknesses of securities market in India? (15)
- V. What do you mean by valuation of bonds? Examine the different methods used for valuation of bonds. (15)

P.T.O.

(2)

**Section - C**

- VI. What are the prominent market indices in India? Explain the methodology for the computation of one of these indices. (15)
- VII. What are the objectives of credit rating? Explain the process of credit rating employed by any one of the credit rating agencies in India? (15)
- VIII. Distinguish between forwards and futures? How do forwards and futures help in management of risk? (15)
- IX. What do you mean by risk arbitrage investing? What are the salient features of risk arbitrage investing? Explain the significance of risk arbitrage investing. (15)

x-x-x