LOYOLA COLLEGE (AUTONOMOUS) CHENNAI – 600 034

B.A. DEGREE EXAMINATION – **ECONOMICS**

SIXTH SEMESTER – **APRIL 2025**

UEC 6502 – PORTFOLIO MANAGEMENT

Date: 26-04-2025 Dept. No. Max. : 100 Marks

Time: 09:00 AM - 12:00 PM

SECTION A

ANSWER ANY FOUR OF THE FOLLOWING **4 X10=40 Marks**

1. Distinguish between investment and speculation.
2. Examine the functions of portfolio management.
3. Explain the factors that are responsible for causing internal risk.
4. Evaluate the Capital Asset Pricing Model (CAPM).
5. Explain Cootner's price-value interaction model.
6. Compare and contrast Futures and Options.
7. Briefly explain the Binomial option pricing model.
8. Bring out the methods of managing foreign exchange risk.

SECTION – B

ANSWER ANY THREE OF THE FOLLOWING **3X 20 =60 Marks**

9. Discuss Markowitz model of portfolio management.
10. Explain the various forms of Efficient Market Hypothesis.
11. Elucidate the various Investment categories that are available for an investor.
12. What are derivatives? Briefly explain the various types of derivatives.
13. Compile the uses of different types of Swaps.
14. Analyse the Black Scholes Option Pricing model.
