



THE AMERICAN COLLEGE, MADURAI

(An Autonomous Institution Affiliated to Madurai Kamaraj University)

Re-accredited (2nd Cycle) by NAAC with Grade "A", CGPA – 3.46 on a 4-point scale

Backlog Arrear Examination, March 2021

CIT 3604

Investment Management

Max.Marks:75

Time: 3 Hrs

Answer any FIVE of the following:

(5 x 15 = 75)

1. Explain about the different stages of investment process.
2. Discuss the characteristics of equity shares.
3. Explain the factors that determine the return on investment.
4. An Investor has to choose from two securities. The following are their rates of return and probabilities.

Securities Q		Securities P	
Return %	Probability	Return %	Probability
20	0.1	13	0.1
16	0.4	16	0.2
10	0.3	22	0.3
3	0.2	25	0.4

Which is the better security Q or P?

5. Bring out the functions of new issue market.
6. Discuss the functions of SEBI.
7. Enumerate the procedures for listing of securities on stock exchange.