

FINAL EXAMINATION

June 2013

F-P11(CMC)
Syllabus 2008

Capital Market Analysis & Corporate Laws

Time Allowed: 3 Hours

Full Marks: 100

The figures in the margin on the right side indicate full marks.

Working Notes should form part of the answer.

- Please: (1) Answer all bits of a question at one place.
(2) Open a new page for answer to a new question.
(3) Attempt the required number of questions only.

SECTION I (60 Marks)

(Capital Market Analysis)

Answer Question No. 1 (carrying 20 marks) which is compulsory and answer any two (carrying 20 marks each) from the rest in this Section.

1. (a) In each of the cases given below, one out of four is correct. Indicate the correct answer (= 1 mark) and give workings/reasons briefly in support of your answer (= 1 mark). 2×7=14

- (i) MR. DEBASHIS has formed a portfolio and the characteristics of his portfolio are given below:

Security	Sontex Ltd.	Polar Ltd.	Treasury Bill	Index Fund
Weight	0.07	0.25	0.25	0.43
Beta (β)	1.72	0.89	?	?

Beta of his portfolio is :

- (A) 0.8229
(B) 0.7729
(C) 0.4629
(D) None of the above
- (ii) ZENION LTD. issued right shares that increased the market value of the shares of the company by ₹ 180 crore. The existing base year average is ₹ 750 crore. If the aggregate market value of all the shares included in the index before the right issue made is ₹ 1200 crore, what will be the new base year average?
(A) ₹ 782.30 crore
(B) ₹ 862.50 crore
(C) ₹ 978.20 crore
(D) Insufficient information
- (iii) The shares of NABANI LTD. are trading at ₹ 370. If put options with a strike price of ₹ 380 are priced at ₹ 20, the intrinsic value and time value of the options respectively are:
(A) ₹ 8, ₹ 8
(B) ₹ 10, ₹ 10
(C) ₹ 8, ₹ 10
(D) Incomplete information

Please Turn Over

