



**Biyani Institute of Science and Management**  
**I Internal Examination 2019-20**  
**MBA (III Semester)**  
**Subject- SAPM (M-310)**



Time: 1.30 Hrs.

Set: A

MM: 30

**Instructions:**

1. The question paper is divided in two sections.
2. There are sections A & B. Section A contains three questions out of which the candidate is required to attempt any two questions. Section B contains a short case study question which is compulsory for all.

**Section A**

**[I] Subjective Questions (Attempt any two questions) (2\*10=20)**

1. What is investment? Explain its relationship with savings.
2. Explain the different regulatory authorities for the financial system in India.
3. What is security market? Discuss its function and importance.

**Section B**

**[II] Case Study – Compulsory (1\*10=10)**

Assume that stocks A1, A2, and A3 constitute the sample companies for the computation of an index. The base index is 100 and the base date price and current market prices are given below. Compute the current stock splits have not occurred, and no additional shares have been issued. Use the market value weighted method; price weighted method, and equal weight method:

Share	Outstanding Shares	Base Price	Current Price
A1	5,00,000	120	200
A2	8,00,000	150	900
A3	6,00,000	110	150