1. Point charts, line charts, vertical bar charts, etc. depict:-
   (1) Rate of changes in prices
   (2) Trends in prices
   (3) Volume of trading
   (4) **All of the above**

2. Prime lending rate is the minimum basic rate for lending. RBI has allowed freedom to banks to fix their own PLR. This rate is charged for:-
   (1) MNC
   (2) HNI
   (3) **High creditworthy borrowers**
   (4) Govt. borrowings

3. A company which has a high intrinsic worth is not necessarily the best stock to buy because:-
   (1) **It can be overpriced**
   (2) It can have high BV
   (3) It has high EPS
   (4) None of the above

4. Vijay Motors has paid up share capital of Rs. one crore. Market price of its share with face value of Rs.100/- is Rs.450/-. Last year its cash profit was Rs.30,00,000/- and net profit Rs.25,00,000/-. Its EPS is:- (3Marks)
   (1) Rs.30/-
   (2) Rs.27.50/-
   (3) **Rs.25/-**
   (4) None of the above

5. Correct diagnosis for investment decisions is possible from:-
   (1) Analysis of various financial ratios of a company over a few years
   (2) **Analysis of ratios supplemented by investigation into all aspects of the company**
   (3) Both of the above
   (4) None of the above
6. If investment analysts are not satisfied with analysis tools, they resort to:-

(1) Trading plans  
(2) **Formula plans**  
(3) Research plans  
(4) None of the above

7. To verify the extent of improvement or deterioration over a period of time in the business of a company, the following analysis is referred:-

(1) **Trend analysis**  
(2) Project analysis  
(3) Funds flow analysis  
(4) Ratio analysis

8. Companies A and B earn PAT of Rs.36/- crores on assets of Rs.200/- crores which are supported by full equity in case of A. B has borrowed funds of Rs.100/-. (3Marks)

(1) EPS of both A & B companies is equal  
(2) **EPS of company B is double that of A**  
(3) EPS of company A is double that of B  
(4) None of the above

9. Investor following rupee averaging up rule and selling 100 shares of scrip at price of Rs.150/-, Rs.200/- and Rs.250/- each month, has succeeded in having a optimum capital gain at a final price of:- (3Marks)

(1) Rs.150/-  
(2) **Rs.200/-**  
(3) Both of the above  
(4) None of the above

10. Pricing methods are not different for non-convertible bonds and for convertible bonds.

(1) True  
(2) **False**
11. At present in India, tele-communications, computer software, energy media, etc. are some examples of:-

   (1) Growing Industry
   (2) Core Industry
   (3) Sunset Industry
   (4) **Sunrise Industry**

12. Technical or fundamental analysis of a single scrip is known as:-

   (1) Macro Analysis
   (2) **Micro Analysis**
   (3) Both of the above
   (4) None of the above