

**FACULTY OF BUSINESS****FINAL EXAMINATION**

Student ID (in Figures) :

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Student ID (in Words) :

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Course Code & Name : **FIN2143 Investment Management**  
Semester & Year : May – August 2023  
Lecturer/Examiner : Wan Ahmad Asrar Nik @ Wan Yahya  
Duration : 3 Hours

**INSTRUCTIONS TO CANDIDATES**

1. This question paper consists of 2 parts:  
PART A (25 marks) : Answer all THREE (3) short answer questions. Answers are to be written in the Answer Booklet provided.  
PART B (75 marks) : Answer all THREE (3) essay questions. Answer are to be written in the Answer Booklet provided.
2. Candidates are not allowed to bring any unauthorised materials except writing equipment into the Examination Hall. Electronic dictionaries are strictly prohibited.
3. This question paper must be submitted along with all used and/or unused rough papers and/or graph paper (if any). Candidates are NOT allowed to take any examination materials out of the examination hall.
4. Only ballpoint pens are allowed to be used in answering the questions, with the exception of multiple-choice questions, where 2B pencils are to be used.

**WARNING:** The University Examination Board (UEB) of BERJAYA University College regards cheating as a most serious offence and will not hesitate to mete out the appropriate punitive actions according to the severity of the offence committed, and in accordance with the clauses stipulated in the Students' Handbook, up to and including expulsion from BERJAYA University College.

**Total Number of pages = 3 (Including the cover page)**

**PART A**

**: SHORT ANSWER QUESTIONS (25 MARKS)**

**INSTRUCTION (S)**

: Answer all **THREE (3)** short answer questions. Write your answers in the answer booklet(s) provided.

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**Question 1**

Explain the following terms in the perspective of investment management:

(a) Time value of money (3 marks)

(b) Investment (3 marks)

(c) Return (3 marks)

**[Total: 9 marks]**

**Question 2**

Discuss **TWO (2)** basic investment decision processes.

**[Total: 8 marks]**

**Question 3**

Explain **FOUR (4)** types of assets classes which are available in the financial market.

**[Total: 8 marks]**

**END OF PART A**

**PART B : ESSAY QUESTIONS (75 MARKS)**

**INSTRUCTION (S)** : Answer ALL **THREE (3)** essay questions. Write your answers in the answer booklet(s) provided.

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**Question 1**

(a) Each individual or firm will need to ensure that their investment provides a good return. Therefore, having a good type of portfolio management is vital to support this investment. Discuss the **FOUR (4)** types of portfolio management.

(20 marks)

(b) Explain the primary function of a portfolio manager in handling the investments activities.

(5 marks)

**[Total: 25 marks]**

**Question 2**

(a) Explain the term an Efficient Market Hypothesis (EMH).

(10 marks)

(b) Discuss the **THREE (3)** main variants of Efficient Market Hypothesis.

(15 marks)

**[Total: 25 marks]**

**Question 3**

(a) Distinguish **FOUR (4)** differences between a forward contract and a future contract in the derivatives market.

(20 marks)

(b) Briefly explain **TWO (2)** limitations of derivatives market for investors.

(5 marks)

**[Total: 25 marks]**

**END OF EXAM PAPER**