

10.30 to 1.00 Paper / Subject Code: 43814 / Technical analysis
20/11/2019.

Duration: 2 ½ Hours

Total marks: 75

Instructions:

All questions are compulsory.

Figures to right indicate full marks.

Q.1 A) Match the following (attempt any 8)

(08)

Column A		Column B	
1	Upper Shadow	A	Three candle pattern
2	Point and figure chart	B	Follows the trend
3	Inverted hammer	C	Three different peaks
4	3 black soldiers	D	One candle pattern
5	Head and Shoulder	E	Principle of Dow theory
6	Leading Indicator	F	X and O's
7	Lagging Indicator	G	Technique of day trading
8	Volume must confirm trend	H	Price extreme on the higher side of the candle
9	Elliot wave theory trends	I	Predicts price action before its happens
10	Range trading	J	Dominant Wave and corrective waves

B) State the following statements are true or false (attempt any 7)

(07)

1. Bar chart represents all 4 sets of prices- high, close, open and low prices
2. Technical analysis is not universally accepted.
3. Hammer is a one candle pattern that occurs in down trend.
4. Breakaway gaps are also called as Runaway gaps.
5. There are two types of moving averages simple and exponential.
6. Divergence can be of price action
7. Corrective wave consists of 3 waves.
8. Never trade in borrowed money is one of the quality of successful trader.
9. Technical indicators broadly serve functions like to alert, to confirm and to predict.
10. Day trading is speculation in securities, specifically buying and selling financial instruments within the same trading day.

- Q.2 A. What is meant by Technical analysis? Explain its limitations. (08)
B. Explain Shooting star as a candlestick pattern. (07)
OR
C. Explain 2 candle patterns in detail. (08)
D. Write a short note on Double top pattern. (07)
- Q.3 A. Explain Money Flow Index (MFI) (08)
B. Explain William %R (07)
OR
C. Explain the first and second principles of Dow theory. (08)
D. Explain Bollinger Bands in detail. (07)
- Q.4 A. What are the risks associated with trading? (08)
B. Explain the do's and don'ts of trading. (07)
OR
C. What is meant by common gap and Runaway Gap? (08)
D. How stop loss can be used? (07)
- Q.5 A. Explain the different types of charts used in Technical Analysis. (08)
B. Explain MACD in detail. (07)
OR
Q.5 Write a short note on (any three) (15)
a. Assumptions of Technical Analysis
b. Characteristics of corrective waves in falling market
c. Stochastic Indicator
d. Support and Resistance
e. Advantages of Day trading
