

(6 Pages)

Reg. No. :

Code No. : 22085 E Sub. Code : SMCO 43/
AMCO 43

B.Com. (CBCS) DEGREE EXAMINATION, APRIL 2022

Fourth Semester

Commerce — Core

CAPITAL MARKET

(For those who joined in July 2017 onwards)

Time : Three hours

Maximum : 75 marks

PART A — (10 × 1 = 10 marks)

Answer ALL questions.

Choose the correct answer :

1. Financial institution provides a linkage between

- (a) Government and People
- (b) Savers and Borrowers
- (c) Business houses and customer
- (d) Employer and Employees

2. Banks that Developing certain sectors of the Economy —

- (a) Development Bank
- (b) NBFCs
- (c) Housing company
- (d) Discount Houses

3. Discount market is —

- (a) Primary Market (b) Secondary Market
- (c) Debt Market (d) Forex Market

4. The price discovery used in public offer is —

- (a) IPO (b) NIM
- (c) Book building (d) Price band

5. On July 15, 1999 online real time system was developed by —

- (a) NSE (b) BSE
- (c) OTCEI (d) All stock exchanges

6. It is on order to buy securities as soon as prices raise to a particular level sell — As soon as prices fall to a particular.

- (a) Make order (b) Limit order
- (c) Cancel order (d) Stop loss order

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7. SEBI was established on _____
 (a) April 12 1987 (b) April 12 1988
 (c) April 12 1989 (d) April 12 1990
8. _____ committee was constituted by SEBI for deciding derivative trading.
 (a) Tandon (b) M.J. Pherwani
 (c) Dave (d) L.C. Gupta
9. In an option contract the seller is refer to as _____
 (a) Bidder (b) Writer
 (c) Waiver (d) Remiser
10. Financial derivatives are mainly used for _____
 (a) Hedging risk (b) Speculation
 (c) Gambling (d) Short selling

PART.B — (5 × 5 = 25 marks)

Answer ALL questions, choosing either (a) or (b).

Each answer should not exceed 250 words.

11. (a) Classify Financial Assets.
 Or
 (b) What do you meant by Government Security Market its types?

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12. (a) What is Pure Prospectus Method and its features.

Or

- (b) What do you meant by right issue? Explain its merits and demerits.

13. (a) What is meant by Bought out deal? Point out the features.

Or

- (b) What are the functions of New Issue Markets?

14. (a) Describe the settlement procedure of Trading Transaction.

Or

- (b) Explain the Best order and Stop Loss order.

15. (a) Discuss the Put option And call option.

Or

- (b) What is the characteristic of Forward Contract?

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 [P.T.O.]



PART C — (5 × 8 = 40 marks)

Answer ALL questions, choosing either (a) or (b).

Each answer should not exceed 600 words.

16. (a) What are Capital Market and its major Constitutions?

Or

- (b) Distinguish between Primary market and Secondary market.

17. (a) What are the intermediaries involved in Primary market?

Or

- (b) Explain the advantages and disadvantages of Private Placement.

18. (a) Discuss the various compositions of money market and their features.

Or

- (b) Discuss the SEBI protecting the interest of Investors.

19. (a) Differentiate between BSE and NSE.

Or

- (b) Explain the kinds of Speculations.

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20. (a) Discuss the various kinds of financial derivatives.

Or

- (b) Discuss the important provisions of Securities Contract Act.

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