

(Pages : 4)

M – 1704

Reg. No. :

Name :

Fifth Semester B.Com. Degree Examination, December 2021

First Degree Programme Under CBCSS

Open Course I : CO 1551.3/CC 1551.3/CX 1551.3/TT 1551.3

CAPITAL MARKET OPERATIONS

(2018 & 2019 Admission)

**(Common for Commerce/Commerce with Computer
Application/Commerce and Tax Procedure and Practice/Commerce and
Tourism and Travel Management)**

Time : 3 Hours

Max. Marks : 80

SECTION – A

Answer **all** questions in **one** or **two** sentences. **Each** question carries **1** mark.

1. What are financial assets?
2. What are financial markets?
3. Write advantages of online stock market trading
4. What is sensex?
5. What is the nomination facility available in a demat account?
6. What is meant by fungibility of shares?
7. Who are retail investors?

P.T.O.

8. What is meant by marketability or liquidity of a security?
9. Who are arbitrageurs?
10. What is the value of call option?

(10 × 1 = 10 Marks)

SECTION – B

Answer **any eight** questions in not exceeding one paragraph. **Each** question carries **2** marks.

11. What is Underwriting?
12. What is the role of a Merchant bank in a primary market?
13. What are the functions of The Registrar to an issue?
14. In a fresh issue of debentures, what is the role of debenture trustees?
15. What are the features of OTCEI?
16. What are the Advantages of Rolling Settlement?
17. Which are the different types of securities based on the rights in a company?
18. Who is 'Beneficial Owner' in the depository system?
19. What is a depository?
20. Which are the different short term investment vehicles?
21. What is meant by risk of an investor?
22. Write any two Differences between Investment and Speculation
23. What are put options?
24. What are Limitations of forwards?

25. Write a note on Basis.
26. Who is Writer of an option?

(8 × 2 = 16 Marks)

SECTION – C

Answer **any six** questions. **Each** question carries **4** marks.

27. What are the function of financial markets?
28. State the nature of gilt-edged market.
29. What are the roles of primary market?
30. What are the functions of stock exchange?
31. What are the weaknesses of stock exchanges in India?
32. Which are the different types of orders in share market?
33. What are the benefits of dematerialization?
34. What are the functions of a depository participant?
35. Who are the different types of speculators?
36. What are the features of options?
37. What are the distinctions between futures and forwards
38. How options are classified on the basis of their valuation?

(6 × 4 = 24 Marks)

SECTION – D

Answer **any two** questions. **Each** question carries **15** marks.

39. Explain functions and characteristics of an efficient capital market.
40. Elaborate on the structure of Indian capital market.
41. Explain the performance of leading stock exchanges in India.
42. Explain the process of dematerialization.
43. How investors can be classified on different bases?
44. Explain the functions of derivatives.

(2 × 15 = 30 Marks)
