Reg. No. :



Fourth Semester B.Com. Degree Examination, July 2023 First Degree Programme under CBCSS

Core Course

CO 1441/CC 1442 : INDIAN FINANCIAL MARKETS

(Common for Commerce/Commerce with Computer Application)

(2018 Admission onwards)

Time: 3 Hours

Max. Marks: 80

PART - A

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

- 1. Define stock exchange
- 2. What is ASBA?
- 3. What is Commercial paper?
- 4. What are the segments included in Capital market?
- 5. What do you mean by speculative trading?
- 6. What is P/E Ratio?
- 7. What is GDR?

- 8. What are the two kinds of options?
- 9. What is derivatives market?
- 10. What is the Sensex?

 $(10 \times 1 = 10 \text{ Marks})$

PART - B

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

- 11. What is Certificate of Deposit?
- 12. What are the types of financial instruments?
- 13. What is book building?
- 14. What is the Primary Mortgage Market?
- 15. Why do investors need stock indices?
- 16. What is private placement?
- 17. How does the stock exchange help in mobilizing savings and capital formation?
- 18. What is FEMA?
- 19. What is meant by financial derivatives?
- 20. What do you mean by bid price?
- 21. Name any two credit rating agencies in India.
- 22. Write a note on OTCEI?

 $(8 \times 2 = 16 \text{ Marks})$

PART - C

Answer any six questions in not exceeding 120 words each. Each question carries 4 marks.

- 23. What are the main points of distinction between the primary market and secondary market?
- 24. Explain major components of Indian Financial System.
- 25. Briefly explain the importance of financial system in economic development.
- 26. What are the purposes of SEBI?
- 27. Explain different types of speculators.
- 28. List out any four importance of credit rating.
- 29. What are the differences between futures and forward contracts?
- 30. What are the developments took place in the Indian financial system?
- 31. Briefly explain the importance of money market.

 $(6 \times 4 = 24 \text{ Marks})$

PART - D

Answer any two questions in not exceeding 4 pages each. Each question carries 15 marks.

- 32. Explain the functions of SEBI.
- 33. What do you mean by floatation? Discuss different methods of floatation.
- 34. What is money market? Explain different types of instruments traded in the money market.
- 35. Explain the trading procedure on a stock exchange.

 $(2 \times 15 = 30 \text{ Marks})$

