

(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 :

Financial institution provides a linkage between

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

SEBI was established on _____

- (a) April 12 1987
- (b) April 12 1988
- (c) April 12 1989
- (d) April 12 1990

_____ committee was constituted by SEBI for deciding derivative trading.

- (a) Tandon
- (b) M.J. Pherwani
- (c) Dave
- (d) L.C. Gupta

In an option contract the seller is refer to as

- (a) Bidder
- (b) Writer
- (c) Waiver
- (d) Remiser

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.

- a) Classify Financial Assets.

Or

- b) What do you meant by Government Security Market its types?

- 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

- 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?

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.

Page 5 Code No. : 22085 E

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

Or

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

Page 6 Code No. : 22085 E