

**D 90026**

(Pages : 3)

Name.....

Reg. No.....

**FIFTH SEMESTER B.Com./B.B.A. DEGREE EXAMINATION  
NOVEMBER 2020**

(CUCBCSS—UG)

B.Com.

**BCM 5B 10—FINANCE SPECIALIZATION I—FINANCIAL MARKETS AND SERVICES  
(2017 Admissions)**

Time : Three Hours

Maximum : 80 Marks

**Section A (Objective Questions)**

*Answer all questions.*

*Each question carries 1 mark.*

(A) Fill in the blanks :

- 1 In \_\_\_\_\_ Market, delivery of financial claims occurs at a predetermined time in future.
- 2 Shares whose yield and market price move upward or downward according to the Cyclical condition are called \_\_\_\_\_.
- 3 \_\_\_\_\_ is a fund which has a dual composition of shares and bonds.
- 4 \_\_\_\_\_ is a market for raising fresh capital.
- 5 The lower end price of a price band is known as \_\_\_\_\_.

(B) Choose the correct answer from the bracket :

6 Market for short term funds :

- |                           |                              |
|---------------------------|------------------------------|
| (a) Money market.         | (b) Capital market.          |
| (c) Market for mortgages. | (d) Foreign exchange market. |

7 A dollar denominated instrument tradable of stock exchange in Europe :

- |           |          |
|-----------|----------|
| (a) FRB.  | (b) EDR. |
| (c) FCCB. | (d) GDR. |

**Turn over**



8 An unlisted company makes fresh issue of shares for the first time :

- (a) Right issue. (b) Bonus issue.  
(c) IPO. (d) Preference issue.

9 Organized market for buying and selling of second hand listed securities :

- (a) Stock Exchange. (b) Capital Market.  
(c) Primary Market. (d) Bill Market.

10 Guarantees the sale of securities :

- (a) Underwriting. (b) Marketing.  
(c) Guaranteeing. (d) Broking.

(10 × 1 = 10 marks)

### Section B (Short Answer Questions)

*Answer at least five questions.*

*Each question carries 4 marks.*

*All questions can be attended.*

*Overall ceiling 20.*

- 11 What are the characteristics of Mutual Funds ?  
12 What do you mean by listing of shares ?  
13 What are different types of derivatives ?  
14 What are the advantages of underwriting ?  
15 What is price band ?  
16 What are the features of debentures ?  
17 What is no par stock ?  
18 What do you mean by Money Market ?  
19 Who is a depository ?  
20 What do you mean insider trading ?

(5 × 4 = 20 marks)



**Section C (Short Essay Questions)**

*Answer at least four questions.*

*Each question carries 8 marks.*

*All questions can be attended.*

*Overall ceiling 32.*

- 21 Explain the role of ICICI in the capital market.
- 22 What are the advantages of mutual funds to investors ?
- 23 What are the functions of primary market ?
- 24 What are the different types of bills ?
- 25 Explain the different mutual fund options.
- 26 What are the functions of stock exchange ?
- 27 What are the reasons for slow growth of Indian Capital Market ?
- 28 What are the differences between Investor and Speculator ?

(4 × 8 = 32 marks)

**Section D (Essay Questions)**

*Answer any one question.*

*Each question carries 18 marks.*

- 29 What do you mean by Financial Markets ? Explain the structure of Financial Markets in India.
- 30 Explain the trading procedure of a stock exchange.
- 31 What is primary market ? Explain the role of intermediaries in primary market.

(1 × 18 = 18 marks)

