

20P425

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Name:

Reg. No:

FOURTH SEMESTER M.A. DEGREE EXAMINATION, APRIL 2022

(CBCSS - PG)

(Regular/Supplementary/Improvement)

CC19P ECO4 C13 - FINANCIAL MARKETS

(Economics - Core Course)

(2019 Admission onwards)

Time: Three Hours

Maximum: 30 Weightage

Part A

Answer *all* questions. Each question carries 1/5 weightage.

Multiple Choices:

1. An option allowing the owner to sell an asset at a future date is a
a) Put option b) Call option c) Forward option d) Future contract
2. Which of the following is not a problem with an interest rate forward contract?
a) Low interest rate b) default risk
c) lack of liquidity d) finding a counterparty
3. The process of holding shares in electronic form is known as
a) Demutualization b) Dematerialization c) Speculation d) None of the above
4. is a type of convertible bond issued in a currency different than the issuer's domestic currency?
a) ADR b) GDR c) FCCB d) Euro note
5. Standardized contracts between buyers and sellers are
a) Options b) Swaps c) Futures d) Warrants
6. Shares issued to existing shareholders as a result of capitalization of reserves:
a) Debentures b) Preferred stock c) Income bond d) Bonus shares
7. Options on futures contracts are referred to as
a) Stock options b) futures options c) American options d) individual options
8. National Stock exchange was established in:
a) 1992 b) 1982 c) 1995 d) 1994
9. The agreement between two parties to exchange assets or sets of financial obligations for a specified period of time at pre- determined intervals is called:
a) Futures b) Swaps c) Derivatives d) Options
10. A money market instrument is
a) Bond b) Commercial paper c) Equity shares d) Debenture

