

15P423

(Pages:3)

Name.....

Reg. No.....

FOURTH SEMESTER M.A. DEGREE EXAMINATION, MARCH 2017

(CUCSS - PG)

(Economics)

CC15P ECO4 C14 – FINANCIAL MARKETS

(2015 Admission)

Time: Three Hours

Maximum: 36 Weightage

Part A Objective Type Questions.

Answer all questions

1. The following one is a capital market intermediary:
 - a. Exim Bank
 - b. RBI
 - c. Co-operative banks
 - d. Treasury bills
2. The certificate which evidences an unsecured corporate debt of short term maturity is:
 - a. Short term loan certificate
 - b. Inter-bank participation certificate
 - c. Commercial paper
 - d. Certificate of deposit
3. The market for extremely short term loans is called as:
 - a. Call money market
 - b. Treasury bill market
 - c. Acceptance market
 - d. Money market
4. The process of admitting securities for trading on a recognised stock exchange is known as:
 - a. Underwriting
 - b. Listing of Securities
 - c. Primary issue
 - d. Right Issue
5. The guarantee for marketability of shares is known as:
 - a. Listing of securities
 - b. Public issue
 - c. Right Issue
 - d. Underwriting
6. The device adopted to make profits out of the differences in prices of a security in two different market is called as:
 - a. Cornering
 - b. Arbitrage
 - c. Rigging the market
 - d. Wash sales
7. The market for second hand securities are bought and sold is called
 - a. Primary markets
 - b. Secondary market
 - c. Stock market
 - d. None of the above

(1)

Turn Over

8. The return on equity shares is known as
- | | |
|---------------------|------------------|
| a. Rate of interest | c. Dividend |
| b. Bank rate | d. Discount rate |
9. The OTCEI was incorporated as a company under the companies act in the year:
- | | |
|---------|---------|
| a. 1990 | c. 1992 |
| b. 1952 | d. 2002 |
10. The small investors gate way to enter into big companies is:
- | | |
|----------------|----------------|
| a. Merging | c. Mutual Fund |
| b. Equity Fund | d. Debentures |
11. The instruments that are 'marked to the market' are:
- | | |
|-------------|------------|
| a. Forwards | c. Swaps |
| b. Futures | d. Options |
12. The following one is not a credit rating agency in India
- | | |
|----------------|-----------|
| a. CRISIL | c. ICRA |
| b. Duff Phelps | d. NASDAQ |

(12 x ¼ = 3 weightage)

Part B

Very Short Answer Type Questions.

Answer any *five* questions not exceeding one paragraph

13. What is a commercial paper?
14. What is financial inclusion?
15. What is a Stock exchange?
16. Write a short note on repurchase agreements?
17. What do you mean by public issues?
18. What are the financial instruments ?
19. What do you mean by derivatives market?
20. What is meant by foreign currency swaps?

(5 x 1 = 5 weightage)

Part C

15P423

Short Answer Type Questions.

Answer any *eight* questions not exceeding one page

21. What are the instruments of money market?
22. Explain the money market mutual funds?
23. What are the new generation debentures in India?
24. Explain the features of OTCEI?
25. Describe the method of trading in a stock exchange.
26. Distinguish between government securities and industrial securities.
27. Explain the role of CRISIL in credit rating ?
28. Explain the reasons for the growth of Euro currency market?
29. Write a short note on SHCI.
30. Explain the regulatory functions of SEBI.
31. What are the different kinds of financial derivatives?

(8 x 2= 16 weightage)

Part D

Essay Type Questions.

Answer any *three* questions not exceeding three pages

32. Elucidates the components of good financial system in India?.
33. Explain the structure and the deficiencies of Indian Money Market .
34. "Mutual Funds provide stability to share prices, safety to investors and resources to prospective entrepreneurs" Discuss the statement with various schemes of mutual fund in India.
35. Explain the financial market reforms in India since 1991
36. Explain the Global financial market instruments.

(3 x 4 = 12 Weightage)
