

25U133

(Pages: 2)

Name : .....

Reg. No : .....

**FIRST SEMESTER UG DEGREE EXAMINATION, NOVEMBER 2025**

(FYUGP)

(Regular/Supplementary/Improvement)

**CC24UECO1FM105 - SECURITY TRADING PRACTICES**

(Economics - MDC)

(2024 Admission onwards)

Time: 1.5 Hours

Maximum : 50 Marks

Credit: 3

**Part A** (Short answer questions)

Answer *all* questions. Each question carries 2 marks.

1. What is FDI? [Level:2] [CO1]
2. What types of securities can be traded on the NSE? [Level:2] [CO1]
3. What does the EV/EBITDA ratio represent in financial analysis? [Level:3] [CO2]
4. What is a moving average, and why is it used in trading? [Level:2] [CO2]
5. What is technical analysis in the context of equity selection? [Level:2] [CO2]
6. Explain the significance of beta in CAPM [Level:2] [CO3]
7. What is capital gains tax, and why is it important for taxpayers? [Level:2] [CO3]
8. In order to become a successful trader an Investor needs the right mindset. Justify. [Level:3] [CO4]
9. How can an investor use diversification to manage risk in their portfolio? [Level:2] [CO4]
10. Explain cumulative return. [Level:2] [CO4]

**(Ceiling: 16 Marks)**

**Part B** (Paragraph questions/Problem)

Answer *all* questions. Each question carries 6 marks.

11. Bringout the features of equity shares and preference shares. [Level:2] [CO1]
12. What is derivative market and its major features? [Level:2] [CO1]
13. Meaning and importance of fundamental analysis. [Level:2] [CO2]
14. Write a short note on the four tier structure of NSE indices industry classification. [Level:2] [CO3]

15. What are the major types of portfolio allocation?

[Level:2] [CO4]

**(Ceiling: 24 Marks)**

**Part C** (Essay questions)

Answer any *one* question. The question carries 10 marks.

16. Discuss the Importance of Market Liquidity in the Context of Primary and Secondary Markets.

[Level:2] [CO1]

17. What is a demat account? What are the process of opening a demat account with a discount broker?

[Level:2] [CO3]

**(1 × 10 = 10 Marks)**

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