

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. Bring out 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)
