

19U528S

(Pages: 2)

Name:

Reg. No:

FIFTH SEMESTER B.A. DEGREE EXAMINATION, NOVEMBER 2021

(CUCBCSS- UG)

CC15U ECO5 B09 - ECONOMICS OF CAPITAL MARKET

(Economics – Core Course)

(2015 to 2018 Admissions – Supplementary/Improvement)

Time: Three Hours

Maximum: 80 Marks

Section A (Objective Type Questions)

Answer *all* questions. Each question carries ½ mark.

Multiple Choice:

1. Who is the current chairman of SEBI?
a) U. K Sinha b) D. Subbarao c) Ajay Tyagi d) Raghuram Rajan
2. The shareholders receive the return in the form of:
a) Dividend b) Rate of interest c) Coupon rate d) none of the above
3. The market dealing with government securities are known as
a) New issue market b) Gilt edged market c) Financial market d) Capital market
4. The regulator of capital market
a) RBI b) SEBI c) ICICI d) IDBI
5. The constitution of SEBI was based on the recommendation of:
a) P C Mahalanobis committee b) Narasimham committee
c) G S Patel committee d) Rangarajan committee
6. Debenture holders are the company's:
a) Creditors b) Debtors c) Both a and b d) none of the above
7. The NIM dealing with the securities of:
a) Only fresh securities b) Existing securities
c) Both fresh and existing securities d) none of the above
8. The market for short term funds are called
a) Money market b) Capital market c) New Issue market d) Gilt edged market
9. Shares which are issued after the original issue of shares but having an inherent right of the existing shareholders to subscribe to these shares in proportion to their holding shares which are issued after the original issue of shares but having an inherent right of the existing shareholders to subscribe to these shares in proportion to their holding are
a) Bonus shares b) Right shares c) Blue chip shares d) All the above
10. Shares offered at a price below market price are
a) Sweat Equity b) Right shares c) All the above d) None
11. Money market is regulated by
a) RBI b) ICICI c) IDBI d) SEBI

12. The informal financial system consists

- a) Local brokers
- b) Individual money lenders
- c) Pawan brokers
- d) Alliance bank

(12 × ½ = 6 Marks)

Section B (Very Short Answer Type Questions)

Answer any *ten* questions not exceeding one paragraph.

- 13. Define financial Asset?
- 14. Distinguish between marketable financial assets and non-marketable financial assets?
- 15. Distinguish between tangible financial assets and intangible financial assets?
- 16. Define FCCB?
- 17. Explain Gilt-edged market?
- 18. What is a sweat equity?
- 19. What are blue-chip shares?
- 20. Write the difference between money market and capital market?
- 21. Write a note on New Issue Market?
- 22. Explain NIFTY?
- 23. What is meant by ADR?
- 24. Explain depository participant?

(10 × 2 = 20 Marks)

Section C (Short Answer Type Questions)

Answer any *six* questions not exceeding one page.

- 25. Examine the weaknesses of Indian Financial System?
- 26. What is Euro-issue? Briefly examine different types of Euro-issues?
- 27. Write a note on Merchant Bankers?
- 28. Explain the main causes for the poor performance of India's New Issue Market?
- 29. Explain depository system in India?
- 30. Briefly explain working of NSDL and CDSL?
- 31. Explain the major characteristics and functions of stock exchange?
- 32. Features of OTCEI.

(6 × 5 = 30 Marks)

Section D (Essay Type Questions)

Answer any *two* questions not exceeding three pages.

- 33. Comment on "Financial system a catalyst of economic development"
- 34. What is a mutual fund? Examine the working of mutual funds?
- 35. Summarise the functions, powers and role of Securities and Exchange Board of India?
- 36. Examine different methods by which funds are sourced from New Issue Market?

(2 × 12 = 24 Marks)
