

TB154125A

Reg. No.....

Name.....

B. COM. DEGREE (C.B.C.S.S.) EXAMINATION, MARCH 2017
SEMESTER IV – CORE COURSE (COMMERCE)
CO4B14B – CAPITAL MARKET

Time: Three Hours

Maximum Marks: 80

PART A

I. Answer all questions. Each question carries 1 mark

1. What is Initial Public Offering?
2. What is re-materialization?
3. What is NSDL?
4. What are futures contracts?
5. What is SENSEX?
6. Who is a bull speculator?

(6x1=6)

PART B

II. Answer any seven questions. Each question carries 2 marks

7. What are Derivatives? Give examples.
8. Define stock indices.
9. What is meant by forwards?
10. What are currency futures?
11. What do you mean by stock split?
12. Distinguish between commercial papers and certificates of deposits.
13. What do you mean by listing of shares?
14. What is rolling settlement?
15. What are currency futures?
16. What is the main difference between American Option and European option?

(7x2=14)

PART C

III. Answer any five questions. Each question carries 6 marks

17. Compare and contrast different types of government securities.
18. Distinguish between capital market and money market.
19. Briefly explain the powers of SEBI.
20. Explain the features of Options.
21. Explain the price discovery process under book building.
22. What are the uses of derivatives in financial market?
23. What are the advantages of online trading?
24. Distinguish between speculation and gambling.

(5x6=30)

PART D

IV. Answer any two questions. Each question carries 15 marks

25. Explain the role of different intermediaries in the primary market.
26. State the requirements for investing in shares listed in stock markets and explain the procedure for purchase of shares.
27. What are stock indices? Explain major stock indices in India.
28. Briefly explain about different types of derivative contracts stating their possible risks and rewards.

(2x15=30)