

(FOR THE CANDIDATES ADMITTED

SUBJECT CODE **21 UCO 6E1**

DURING THE ACADEMIC YEAR 2021-2024 ONLY)

REG.NO.

N.G.M.COLLEGE (AUTONOMOUS) : POLLACHI

END-OF-SEMESTER EXAMINATIONS : MAY – 2024

B.Com.(AIDED & SF)

MAXIMUM MARKS: 70

SEMESTER : VI

TIME : 3 HOURS

PART – III

FINANCIAL MARKETS

SECTION – A (10 X 1 = 10 MARKS)

ANSWER THE FOLLOWING QUESTIONS.

MULTIPLE CHOICE QUESTIONS.

(K1)

1. Which of the following is the function of financial market?
 - a) Mobilization of savings
 - b) Price fixation
 - c) Provide liquidity to financial assets
 - d) All of the above
2. It is a market for short-term funds that deal in monetary assets whose period of maturity is up to one year.....
 - a) Primary market
 - b) Secondary market
 - c) Capital market
 - d) Money market
3. Stock exchange is known as _____ market for securities.
 - a) Primary Market
 - b) Capital Market
 - c) Secondary Market
 - d) All of the above
4. SEBI does not provide a platform for _____.
 - a) Stockbrokers
 - b) Hedge fund investors
 - c) Portfolio managers
 - d) Investment advisors
5. When was the Depositories Act passed?
 - a) 1996
 - b) 1994
 - c) 1992
 - d) 1997

ANSWER THE FOLLOWING IN ONE (OR) TWO SENTENCES.

(K2)

6. What are the three main financial markets?
7. What is called repo rate?
8. Give the meaning of new issue market.
9. Who control SEBI in India?
10. Tell the types of depository system in India.

(CONTD 2)

SECTION – B (5 X 4 = 20 MARKS)

ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS. (K3)

11. a) Explain the importance of financial systems.
(OR)
b) List the role of financial intermediaries.
12. a) How does the Money Market work?
(OR)
b) Differentiate between the money market and capital market.
13. a) Explain the functions of new issue market.
(OR)
b) Interpret the advantages of primary market.
14. a) State the objectives of SEBI.
(OR)
b) Discover the need for investor's protection.
15. a) Describe the various processes of depository system.
(OR)
b) Classify the benefits of depository system.

SECTION – C (4 x 10=40 MARKS)

ANSWER ANY FOUR QUESTIONS. (Question No.16 IS COMPULSORY).

(K4 (Or) K5)

16. Explain in detail the features and functions of Indian financial system.
17. Discuss the types of instruments traded in the Money Market.
18. Describe the advantages and limitations of secondary market.
19. Explain in detail the procedures of listing of securities.
20. Examine the SEBI guidelines of primary market.
21. Summarize the drawbacks of depository system.