



K16U 0070

Reg. No. :

Name :

VI Semester B.Com. Degree (CCSS – Reg./Supple./Improv.)
Examination, May 2016
CORE COURSE
6B16 COM : Financial Markets and Services
(2012 Admn. Onwards)

Time : 3 Hours

Max. Weightage : 30

PART – A

This Part consist of **two** bunches of questions carrying **equal** weightage of **one**.
Each bunch consist of **4** objective type questions. Answer **all** questions.

- I. 1) Short term Promissory Note issued by the RBI is called
- | | |
|--------------------|---------------------|
| a) Promissory note | b) Bills |
| c) Treasury Bills | d) Commercial Bills |
- 2) Market for raising fresh capital
- | | |
|--------------------|-------------------|
| a) Security market | b) Primary market |
| c) Share market | d) SEBI |
- 3) Shares issued to the existing share holder at a price.
- | | |
|----------------------|------------------|
| a) Right issue | b) Bonus shares |
| c) Preference shares | d) Equity shares |
- 4) The process of converting share certificates in physical form into electronic form is called
- | | |
|----------------------|----------------------|
| a) Gematerialisation | b) Rematerialisation |
| c) Materialisation | d) Dematerialisation |

P.T.O.



- II. 5) _____ is a non speculative transaction.
- a) Mash sale
 - b) Arbitrage
 - c) Coronary
 - d) None
- 6) _____ is the leading stock exchange in India till 1993.
- a) BSE
 - b) NSE
 - c) OTCEI
 - d) ISE
- 7) Banks having their head office in other countries is called _____
- a) Domestic Bank
 - b) Chartered Bank
 - c) Brand Bank
 - d) Foreign Bank
- 8) A mutual fund is set up in the form of _____
- a) Firm
 - b) Trust
 - c) Solo trader
 - d) None of them
- (2×1=2)

PART – B

Answer **any 8** questions. **Each** carries a weightage of **one**.

- 9. Define venture capital company.
 - 10. What is seed capital ?
 - 11. What do you mean by blue chip shares ?
 - 12. What is factoring ?
 - 13. Mention the service rendered by a credit rating agency.
 - 14. What is portfolio management ?
 - 15. State any two sources of finance of ICICI.
 - 16. Define Mutual Fund.
 - 17. What is mash sales ?
 - 18. What do you mean by forward contracts ?
- (8×1=8)



PART – C

Answer **any six** questions. **Each** question carries **2** marks.

19. Name any four financial instrument.
20. What are the different types of derivatives ?
21. What are the features of commercial paper ?
22. What are the important functions of capital market ?
23. State the features of venture capital.
24. What are the weaknesses in the functioning of merchant bankers in India ?
25. What are the advantages of credit rating ?
26. State the objectives of financial services. (6×2=12)

PART – D

Answer **any two** questions. **Each** carries a weightage of **4**.

27. Explain the important functions and significance of a well developed money market.
 28. Briefly explain the innovative financial instruments currently in circulation.
 29. Define stock exchange. Explain the functions of stock exchange. (2×4=8)
-