



M 573

Reg. No. :

Name :



VI Semester B.A./B.Sc./B.Com./B.B.A./B.B.A. T.T.M./B.B.M./B.C.A./B.S.W./
B.A. Afsal UI Ulama Degree (CCSS – Regular) Examination, April 2012
CORE COURSE IN COMMERCE
6B16 COM : Financial Markets and Services

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 **four** objective type questions. Answer **all** questions.

- I. 1) Financial system comprises of
a) Share holders in the company
b) Funds and financial institutions
c) Surplus and deficit funds
d) Financial institutions, financial markets and financial assets
- 2) Under writing helps in
a) Lending strength to the new issue
b) Fixing a proportion of capital for firm subscription
c) Book building
d) Private placement
- 3) The sensex consist of
a) 30 stocks b) 25 stocks c) 50 stocks d) 100 stocks
- 4) The money market is a market for
a) Long term funds b) Negotiable instruments
c) Trading in commercial bills d) Short term maturity (W = 1)
- II. 5) Credit rating can be done by
a) CRISIL b) An insurance company
c) A mutual fund company d) A chit fund company
- 6) The unit trust of India
a) It is a government organisation b) It is a private trust
c) It is a mutual fund d) It is a public sector bank
- 7) The ICICI was started in the year
a) 1957 b) 1959 c) 1951 d) 1955

P.T.O.



- 8) Venture capital provides the service of
- a) Seed financing
 - b) Purchasing a company
 - c) Selling a company
 - d) Borrowing and lending from the company

(W = 1)

PART – B

Answer **any eight** questions in **one** or **two** sentences **each**. **Each** question carries a weightage of **one**.

- 9. What is call money market ?
- 10. Who is a factor ?
- 11. What is ADR ?
- 12. What is insider trading ?
- 13. Define capital market.
- 14. What is zero coupon bonds ?
- 15. What is factoring ?
- 16. What is futures ?
- 17. What is derivatives ?
- 18. What do you mean by listed securities ?

(W = 8×1=8)

PART – C

Answer **any six** questions. Answer not exceed **one** page. **Each** carries a weightage of **two**.

- 19. Distinguish between capital market and money market.
- 20. Mention any two promotional assistance by IDBI.
- 21. Discuss the main functions of the financial system.
- 22. Distinguish between shares and debentures ?
- 23. What is a credit card ?
- 24. What is credit rating ?
- 25. What do you mean by loan syndication ?
- 26. Define financial services.

(W = 6×2=12)

PART – D

Answer **any two**. **Each** question carries a weightage of **four**. Answer not to exceed **four** pages.

- 27. What are the guide lines of SEBI as regards public issue ?
- 28. What do you mean by listing and what are its advantages ?
- 29. What are the deficiencies of Indian money market ?

(W = 2×4=8)