



M 3250

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 – Reg./Supple./Improv.)**

**Examination, May 2013**

**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) Shares issued to employees on making available intellectual property rights are called
  - a) Sweat equity
  - b) Defensive shares
  - c) Cyclical shares
  - d) Debenture
- 2) Bonds issued without any rate of interest is
  - a) SPN
  - b) Zero coupon bond
  - c) GDR
  - d) FCCB
- 3) Market for short term fund is called
  - a) Capital Market
  - b) Foreign Market
  - c) Mortgage Market
  - d) Money Market
- 4) Bills which do not arise out of genuine trade transaction is called
  - a) Knite bills
  - b) Clean bills
  - c) Documentary bills
  - d) Supply bills

(Wt = 1)

P.T.O.



- II. 5) \_\_\_\_\_ is the short term promissory note issued by the RBI.
- a) Promissory note                      b) Bills  
c) Treasury bills                      d) Commercial bills
- 6) Shares issued to the existing shareholders at a price is called
- a) Bonus shares                      b) Right issue  
c) Preference shares                      d) Equity shares
- 7) \_\_\_\_\_ is the notice inviting offers for public subscription of shares and debenture.
- a) Prospectus                      b) Articles of Association  
c) Share certificate                      d) Memorandum of Association
- 8) Market for raising fresh capital is called
- a) Security market                      b) Primary market  
c) Share market                      d) Capital market                      **(W = 1)**

PART – B

Answer **any eight** questions in **one** or **two** sentences **each**.

9. Who is a merchant banker ?
10. What is growth fund ?
11. What do you mean by plastic money ?
12. Define financial intermediation.
13. What is capital market ?
14. What do you mean by book building ?
15. Who is a depository ?
16. What is a secondary market ?
17. What is forward contracts ?
18. Who is a unit holder ?                      **(W = 8×1=8)**



PART – C

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

19. Explain the features of ICICI.
20. What do you mean by development banks ?
21. What are the features of primary market ?
22. State the objectives of financial services.
23. Explain the weaknesses of Indian Financial System.
24. What are the advantages of listing of securities ?
25. What are the merits of Treasury bills ?
26. Write a note on dematerialisation of securities. (W = 6×2=12)

PART – D

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

27. Examine the role of stock exchange.
  28. What do you mean by financial services ? Explain the various challenges faced by the industry.
  29. Explain in brief the components of money market. (W = 2×4=8)
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