

B3MK1122

SYBBI
Semester - III
Financial Markets
15.11.2022

Duration: 2 ½ hrs

Marks: 75

Note: 1. All questions are compulsory
2. Figures to the right indicate full marks

1.A. Fill in the Blanks [Any 8]

1. The BSE sensex consists of a basket of _____ stocks.
a) 50 b) 100 c) 30 d) 66
2. _____ funds have fixed date of redemption.
a) Open -ended funds b) Close ended funds c) Diversified funds d) Open & close both
3. _____ means admission of securities to dealings on a recognised stock exchange.
a) Listing b) Delisting c) Trading d) Fundamental Analysis
4. The _____ deals in new financial claim, therefore it is called new issue market.
a) Money Market b) Primary Market c) Secondary Market d) Capital Market
5. _____ are additional shares given to the current shareholders without any additional cost.
a) Right issue b) ESOP c) Bonus share d) Equity share
6. Forfeiting is usually more costly than _____ as it results in higher export costs.
a) banking b) Commercial Lending c) Retail Lending d) Factoring
7. Diversification can reduce _____.
a) Risk b) Uncertainty c) Probability d) Loss
8. _____ is chairman of Central board of directors of RBI.
a) Finance Minister b) Governor c) President d) Vice President
9. If the spot price = strike price then it becomes _____ contract.
a) In the money b) out the money c) At-the -money d) Intrinsic value

10. _____ is the purchase of exporter's receivables at a discounted price by paying cash.

- a) Underwriters b) merchant Banker c) Forfeiting d) Factoring

1.B Write True or False [Any 7]

1. SEBI is a regulator of the Indian Mutual Fund Industry.
2. Option premiums are set at predetermined levels by the exchange.
3. Fund based and Fee based are types of financial services .
4. Commodity Futures traders are required to deposit high margins.
5. The Central Co-Operative Bank Works at the apex level.
6. The Secondary markets deals with listed securities.
7. Multi Commodity exchange of India Limited (MCX) is India's first listed exchange.
8. CP is not sold at a discount and redeemed at Par.
9. The mutual fund is a way of reducing your potential financial loss or hardship.
10. The secondary market deals with listed securities.

2. a. Explain different types of financial Services.
- b. What is SEBI ? Explain powers and functions of SEBI.

OR

- c. Explain the Fund based Services
- d. Explain the functions Of RBI.

3. a. Elaborate in detail the structure of Money market?
- b. What are various components of Capital Market.

OR

- c. Explain the various functions of Stock Exchange.
- d. What are the various methods of raising funds with Primary market

4. a. Explain Commodity Market? and structure of Commodity market?
- b. Explain the ways to invest in Commodities?

OR

- c. Explain the commodity Exchanges in India?
- d. Functions of Commodity Exchanges ?

5. a. Define Derivatives? Explain advantages and disadvantages of Derivatives?
- b. Distinguish between Forward v/s Futures ?

OR

5. b. Write short notes on [Any 3]

15M

i. Central Government

ii. Hire Purchase

iii. Options

iv. Arbitrageurs

v. Types of Government Securities