

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION DECEMBER 2024
(Fifth Semester)

Branch – COMMERCE (BUSINESS PROCESS SERVICES)

CAPITAL MARKET\$FOR BUSINESS PROCESS SERVICES

Time: Three Hours

Maximum: 50 Marks

SECTION-A (5 Marks)

Answer ALL questions

ALL questions carry EQUAL marks

(5 x 1 = 5)

- 1 The capital market in India is controlled by _____
(i) RBI (ii) NABARD
(iii) SEBI (iv) IRDA
- 2 The term _____ refers to the market where the borrowing and lending of currencies take place outside the country of issue.
(i) Euro currency market (ii) Capital market
(iii) Primary market (iv) Financial market
- 3 What is the primary purpose of collateral management in financial markets?
(i) To increase trading volume (ii) To mitigate credit risk
(iii) To reduce operational costs (iv) To comply with tax regulations
- 4 Which is the first mutual fund established in India?
(i) SBI mutual fund (ii) Kothari pioneer
(iii) UTI (iv) Adithya Birla
- 5 If any risk is concerned with financial loss ,it is termed as _____
(i) Business risk (ii) Business loss
(iii) Financial risk (iv) Insurable claims

SECTION - B (15 Marks)

Answer ALL Questions

ALL Questions Carry EQUAL Marks

(5 x 3 = 15)

- 6 a Explain the importance of capital markets.
OR
b Who are the market participants in trading?
- 7 a Enlist the features of Government securities.
OR
b What are the advantages of Euro currency market?
- 8 a What are the issues with securities lending?
OR
b What is Return of Capital? State the advantages of ROC's.
- 9 a Explain the objectives of Mutual funds in India.
OR
b Write a note on Fund Of Funds.

Cont...

- 10 a Sketch the differences between Forward and Future strategies.
OR
b Give four main features of a derivative.

SECTION -C (30 Marks)

Answer any **Three** questions

ALL questions carry **EQUAL** Marks

(3 x 10 = 30)

- 11 Explain the features of an Order Management System.
12 Describe the types of Bonds.
13 What is Trade Life Cycle? Write its importance.
14 Enumerate the different types of Hedge fund.
15 Write a note on i) Operational risk, ii) Liquidity risk and iii) Market risk.

Z-Z-Z

END