

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION DECEMBER 2024
(Fifth Semester)

Branch – COMMERCE (COST & MANAGEMENT ACCOUNTING)

MAJOR ELECTIVE COURSE – I:
FINANCIAL MARKETS AND SERVICES IN INDIA

Time: Three Hours

Maximum: 50 Marks

SECTION-A (5 Marks)

Answer ALL questions

ALL questions carry EQUAL marks (5 x 1 = 5)

- 1 Which financial asset has the highest risk?
(i) Bond (ii) Stock
(iii) Saving Account (iv) Treasury Bill
- 2 _____ is a special characteristic of Treasury Bills.
(i) Long-term Maturity (ii) High Risk
(iii) Taxable (iv) Backed by Government Guarantee
- 3 Who are eligible for a right issue?
(i) All Investors (ii) Existing Shareholders
(iii) Institutional Investors (iv) Only New Investors
- 4 How often are stock market indexes typically rebalanced?
(i) Quarterly (ii) Semi-Annually
(iii) Annually (iv) Varies by Index
- 5 CDSL facilitates transfer of securities through _____.
(i) Physical Certificates (ii) Electronic Transfer
(iii) Transfer Agents (iv) Registrar

SECTION - B (15 Marks)

Answer ALL Questions

ALL Questions Carry EQUAL Marks (5 x 3 = 15)

- 6 a State the features of financial instruments.
OR
b Differentiate *Primary Market* from *Secondary Market*.
- 7 a Identify the deficiencies of Indian money market.
OR
b “*FinTech has revolutionized the money market in India*” – Justify.
- 8 a Reveal the advantages of underwriting.
OR
b Explain the principle of steps in Public Issue.
- 9 a Specify the advantages of listing of securities in stock exchange.
OR
b List out the various categories of brokers in the secondary market.
- 10 a Summarize the benefits of online trading in stock exchanges.
OR
b Describe the objectives of Depositors participants in Trading.

Cont...

SECTION -C (30 Marks)

Answer any **Three** questions

ALL questions carry **EQUAL** Marks

(3 x 10 = 30)

- 11 Explain the Financial Structure in India and its Functions.
- 12 Discuss the importance of commercial bill market.
- 13 Elucidate the methods of floating securities in the new issue market.
- 14 Explore the functions of stock exchange.
- 15 Discuss about the online trading and its types.

Z-Z-Z

END