

**PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)**

MCom DEGREE EXAMINATION DECEMBER 2025
(Third Semester)

Branch - **COMMERCE**

FINANCIAL MARKETS

Time: Three Hours

Maximum: 75 Marks

SECTION-A (10 Marks)

Answer ALL questions

ALL questions carry **EQUAL** marks

$$(10 \times 1 = 10)$$

Cont...

SECTION - B (35 Marks)

Answer ALL questions

ALL questions carry EQUAL Marks

(5 × 7 = 35)

Module No.	Question No.	Question	K Level	CO
1	11.a.	Identify the functions and features of the over-the-counter (OTC) market in financial markets. (OR)	K3	CO1
	11.b.	Explain the evolution of debt markets in India and the challenges faced by these markets.		
2	12.a.	Appraise the role of SEBI in regulating the equity markets and ensuring investor protection. (OR)	K5	CO2
	12.b.	Explain the functions of depositories and their impact on the efficiency of equity market transactions.		
3	13.a.	Interest the key features of the National Treasury Market and the products traded in this market. (OR)	K3	CO3
	13.b.	Evaluate the role of the treasury market in financial stability and economic growth.		
4	14.a.	Examine the characteristics of financial services that offer derivative instruments and their impact on the economy. (OR)	K4	CO4
	14.b.	Analyse the challenges faced by the financial services sector in managing commodity derivatives.		
5	15.a.	List the responsibilities of merchant bankers in handling corporate mergers, acquisitions, and restructuring. (OR)	K4	CO5
	15.b.	Assess evolution of merchant banking in India and the current regulatory framework for its operation.		

SECTION - C (30 Marks)

Answer ANY THREE questions

ALL questions carry EQUAL Marks

(3 × 10 = 30)

Module No.	Question No.	Question	K Level	CO
1	16	Identify the differences between the money market and the capital market, and their roles in fulfilling the short-term and long-term financing needs of the economy.	K4	CO1
2	17	Analyze the process of IPOs (Initial Public Offerings) and the impact of listing on a company's financial strategy and market valuation.	K4	CO2
3	18	Evaluate the role of the FOREX market in managing currency risk and its impact on international trade and investment.	K4	CO3
4	19	Explain the types of commodity derivatives available in India and their significance in managing price volatility for businesses and investors.	K5	CO4
5	20	Justify the role of merchant bankers in managing public issues and their importance in the capital-raising process for companies.	K5	CO5