

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION MAY 2026
(Fifth Semester)

Branch – COMMERCE (COST & MANAGEMENT ACCOUNTING)

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

Time: Three Hours

Maximum: 75 Marks

SECTION-A (10 Marks)

Answer ALL questions

ALL questions carry EQUAL marks

(10 × 1 = 10)

Module No.	Question No.	Question	K Level	CO
1	1	Which one of the following is a cash asset? a. Deposit created out of loans b. Share c. Bond d. Post office certificate.	K1	CO1
	2	Financial institutions provide a linkage between a. Government and people b. Savers and Borrowers c. Business house and Customers d. Employer and Employee	K1	CO1
2	3	The money market instrument is a. Bond b. Debenture c. Stock Certificate d. Certificate of deposit	K2	CO2
	4	Money lent on demand for a very short period is a. Call money b. Call in advance c. Loans d. advances	K2	CO2
3	5	Commercial paper is issued to finance a. Working capital needs b. fixed capital needs c. Projects d. None of these	K2	CO3
	6	Raising funds directly from the public a. Public issue b. outright details c. Private placement d. Right issue	K2	CO3
4	7	The governing body of BSE has ----- directors a. 15 b. 17 c. 20 d. 25	K1	CO4
	8	Professional independent broker who deals in securities on his own behalf. a. Tarawaniwalla b. Authorised cleark c. Sub-rokers d. Jobbers	K1	CO4
5	9	Which law provides the legal framework for the depository system in India a. The companies Act b. The security contracts (Regulation) Act c. Depositories Act 1996. d. The SEBI Act	K4	CO5

Cont...

5	10	How many Depositories are registered with SEBI and operate in india? a. One (NSDL) b. Two (NSDL and CDSL) c. Three (NSDL, CDSL and SHCIL) d. None of these	K4	CO5
---	----	--	----	-----

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.	Write a note on the financial rate of return.	K1	CO1
		(OR)		
	11.b.	Trace out the concepts of financial system in India.		
2	12.a.	Who are the participants in a call loan market?	K2	CO2
		(OR)		
	12.b.	bring out the features of a money markets.		
3	13.a.	Analyze the principal steps involved in the public issue of shares.	K2	CO3
		(OR)		
	13.b.	Describe the different methods of floating new issues.		
4	14.a.	How are scrips grouped in the BSE.	K1	CO4
		(OR)		
	14.b.	Elucidate the functions of National Stock Exchange.		
5	15.a.	Describe the advantages of depository system.	K4	CO5
		(OR)		
	15.b.	Bring out clearly the Settlement procedure of Trading Transaction.		

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	Outline an overview of the financial markets in India. What are its functions?	K1	CO1
2	17	Give the structure of the Indian money market and point out its deficiencies.	K2	CO2
3	18	Discuss the role of different players in the new issue markets.	K3	CO3
4	19	Trace out the role of brokers operating in secondary market.	K4	CO4
5	20	Write a note on : a). Offline Trading b).Online Trading.	K5	CO5

Z-Z-Z END