

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION MAY 2026
(Sixth Semester)

Branch – COMMERCE

MAJOR ELECTIVE COURSE – II : PRIMARY & SECONDARY MARKET

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	The two main elements of investment are i) Liquidity and inflation ii) Risk and return iii) Profit and loss iv) Demand and supply	K1	CO1
	2	Liquidity means i) Ease of converting asset into cash ii) Profitability iii) High return iv) High risk	K2	CO1
2	3	The Primary Market deals with i) Old securities ii) New issue of securities iii) Second-hand goods iv) Bonds only	K1	CO2
	4	FOREX Market deals in i) Commodities ii) Shares iii) Foreign currencies iv) Bonds	K2	CO2
3	5	Sensex is the index of i) BSE ii) NSE iii) RBI iv) MCX	K1	CO3
	6	Listing of securities is done in i) RBI ii) SEBI iii) Stock Exchange iv) NABARD	K2	CO3
4	7	Depository Participants act as i) Bank managers ii) Brokers only iii) RBI agents iv) Agents of depository	K1	CO4
	8	Dematerialization means i) Conversion of electronic shares into paper ii) Conversion of physical shares into electronic form iii) Sale of shares iv) Purchase of bonds	K2	CO4
5	9	Book building is a method of i) IPO pricing ii) Trading iii) Settlement iv) Listing	K1	CO5
	10	Suspension of listing occurs due to i) Compliance ii) Non-compliance iii) High profit iv) High demand	K2	CO5

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.	What are the elements of Investment?	K1	CO1
		(OR)		
	11.b.	List down the principles of Portfolio Management.		
2	12.a.	Explain the Constituents of Financial Markets.	K2	CO2
		(OR)		
	12.b.	Summarize the various Capital Market instruments.		
3	13.a.	Examine the objectives of SEBI.	K4	CO3
		(OR)		
	13.b.	Analyze the benefits of credit rating agencies in India		
4	14.a.	Classify the benefits of Indian Depository System.	K2	CO4
		(OR)		
	14.b.	Summarize the role of Depository Participants.		
5	15.a.	Classify the objectives of listing of securities.	K4	CO5
		(OR)		
	15.b.	Examine about electronic settlement of trade.		

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	Explain are the process of Portfolio Management?	K2	CO1
2	17	Identify the types of mutual funds.	K3	CO2
3	18	Examine the functions of stock exchanges.	K4	CO3
4	19	Identify the formalities in opening Demat account.	K3	CO4
5	20	Examine the factors influencing share price.	K4	CO5

Z-Z-Z

END