

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION MAY 2026
(Sixth Semester)

Branch - COMMERCE WITH COMPUTER APPLICATIONS

SECURITIES 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	Which market deals with the issue of new securities? (i) Secondary Market (ii) Capital Market (iii) Primary Market (iv) Commodities Market	K1	CO1
	2	NSDL stands for _____. (i) National Securities Development Ltd (ii) National Securities Depository Limited (iii) New Securities Depository Ltd (iv) National Stock Development Ltd	K2	CO1
2	3	Which body act as Indian stock market regulator? (i) RBI (ii) NSE (iii) SEBI (iv) BSE	K1	CO2
	4	Who receives brokerage to buy and sell securities on behalf of investors? (i) Investors (ii) Issuers (iii) Depositories (iv) Stock Brokers	K2	CO2
3	5	What is the use of DEMAT account? (i) To trade commodities (ii) To hold securities in electronic form (iii) To regulate the stock market (iv) To issue shares to the public	K1	CO3
	6	Futures and Options are examples of _____. (i) Equity (ii) Debt (iii) Derivatives (iv) Commodities	K2	CO3
4	7	Which of the following is a traded commodity? (i) Shares (ii) Bonds (iii) Gold (iv) Debentures	K1	CO4
	8	Commodity futures market mainly helps in _____. (i) Speculation only (ii) Price discovery and risk management (iii) Capital formation (iv) Ownership transfer	K2	CO4
5	9	What is hedging in the commodity market used for? (i) Speculation (ii) Price manipulation (iii) Reducing price risk (iv) Increasing profit margin	K1	CO5
	10	Who regulates commodity trading in India? (i) RBI (ii) IRDAI (iii) Forward Markets Commission (iv) SEBI	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.	Explain the Primary and Secondary Market with examples.	K3	CO1
		(OR)		
	11.b.	Describe the issue mechanism and private placement of shares.		
2	12.a.	Outline the functions of a stock exchange.	K4	CO2
		(OR)		
	12.b.	Explain the role of SEBI in regulating stock markets.		
3	13.a.	Explain online trading and DEMAT system.	K4	CO3
		(OR)		
	13.b.	Examine the investor rights, obligations and grievance redressal mechanism.		
4	14.a.	Explain the objectives and benefits of commodity markets.	K3	CO4
		(OR)		
	14.b.	Sketch the types of commodities and transactions.		
5	15.a.	Explain trading pattern and settlement in commodity markets.	K3	CO5
		(OR)		
	15.b.	Describe hedging in commodity markets with examples.		

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	Distinguish between stock market and commodities market.	K4	CO1
2	17	Discuss the role of SEBI in protecting investors.	K4	CO2
3	18	Explain the types of derivatives and describe risk and return in stock market trading.	K5	CO3
4	19	Enumerate the functions of commodity markets.	K4	CO4
5	20	Examine the mechanism of hedging with suitable examples.	K4	CO5

Z-Z-Z

END