

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION MAY 2019
(Third Semester)

Branch - COMMERCE (ACCOUNTING & FINANCE)

FINANCIAL MARKETS AND INSTRUMENTS

Time : Three Hours

Maximum : 75 Marks

SECTION-A (20 Marks)

Answer ALL questions

ALL questions carry EQUAL marks (10 x 2 = 20)

- 1 What is financial market?
- 2 What is financial asset?
- 3 What is certificate of Deposit?
- 4 Define Bill of Exchange.
- 5 What is share?
- 6 What is futures?
- 7 What is Listing of securities?
- 8 What is on line Trading?
- 9 What is S & P CNX Nifty?
- 10 What is SEBI?

SECTION - B (25 Marks)

Answer ALL Questions

ALL Questions Carry EQUAL Marks (5 x 5 = 25)

- 11 a State the importance of money market.
OR
b Discuss the various types of financial asset.
- 12 a State the RBI guide lines on commercial paper Issue.
OR
b What are the various types of Treasury Bills?
- 13 a State the features of Forward contracts.
OR
b Bring out difference between option and futures.
- 14 a State the objectives of Depository.
OR
b State the various methods of trading in a stock Exchange.
- 15 a Write a note on BSE.
OR
b State the powers of SEBI.

SECTION - C (30 Marks)

Answer any THREE Questions

ALL Questions Carry EQUAL Marks (3 x 10 = 30)

- 16 "Inspired of suitable legislative measures, the Indian financial system remains weak" comment.
- 17 State the advantages of commercial Bill market.
- 18 Explain briefly about Book Building process.
- 19 Discuss the steps involved in Depository process.
- 20 Bring out the importance of stock market Index.