

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION MAY 2018
(Third Semester)

Branch - **COMMERCE (ACCOUNTING & FINANCE)**

FINANCIAL MARKETS & INSTRUMENTS

Time : Three Hours

Maximum : 75 Marks

SECTION-A (20 Marks)

Answer **ALL** questions

ALL questions carry **EQUAL** marks

(1 0 x 2 = 20)

- 1 Define Financial Market.
- 2 What do you mean by Capital Market?
- 3 What is a Commercial Paper?
- 4 What is meant by Treasury bills?
- 5 What is Shares?
- 6 Write short notes on Bonds.
- 7 Define Stock Exchange.
- 8 What is dematerialization?
- 9 What is SENSEX?
- 10 What is CNX NIFTY JUNIOR?

SECTION - B (25 Marks)

Answer **ALL** Questions

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

- 11 a State the features of Money Market.
OR
b Mention the features of a Capital Market.
- 12 a Give the importance of Treasury bill market.
OR
b Discuss the importance of a commercial bill market.
- 13 a Discuss the features of a Forward Contract.
OR
b Explain Rights of Issue.
- 14 a Explain the functions of Stock Exchange.
OR
b State the objectives of a Depositor) system.
- 15 a Write in detail the functions of SEBI.
OR
b Outline the drawbacks in the working of Stock exchanges in India.

SECTION - C (30 Marks)

Answer any **THREE** Questions

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

- 16 State the new financial institutions that have come up in the Indian Capital Market.
- 17 Discuss the features of a developed money market and bring out its importance.
- 18 Explain the features of various capital markets instruments.
- 19 Describe in detail the method of trading in a Stock Exchange.
- 20 Explain the powers and characteristics of SEBI.