

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION DECEMBER 2018
(Fifth Semester)

Branch - **COMMERCE (BUSINESS PROCESS SERVICES)**

CAPITAL MARKETS FOR BUSINESS PROCESS SERVICES

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 the exchange markets?
- 2 What do you mean by trade life cycle?
- 3 What is meant by inter-bank money market?
- 4 Define 'Warrants'?
- 5 What do you mean by Speculation?
- 6 What is 'Hedging'?
- 7 What do you mean by transfer agency.
- 8 Define mutual funds.
- 9 What is meant by Trade enrichment.
- 10 What do you mean by 'Stock Splits'?

SECTION - B (25 Marks)

Answer **ALL** Questions

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

- 11 a Briefly explain the concept of Business process in Trade Life Cycle.
OR
b Explain the parties involved in Trade Life Cycle?.
- 12 a What are the classifications of Govt Securities?.
OR
b Explain different types of ratings for capital market instruments?
- 13 a Briefly explain the basics on derivatives.
OR
b Explain the various types of derivatives?
- 14 a What are the objectives of Mutual Funds?
OR
b Distinguish between private equity and hedge funds.
- 15 a Explain are the legalities in security lending?
OR
b Write short notes on 'Merger' and 'Acquisitions'.

SECTION - C (30 Marks)

Answer any **THREE** Questions

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

- 16 Describe the role of business process in trade life cycle.
- 17 What are the types of securities traded in capital market? Explain.
- 18 Explain the various types of risks in derivatives?
- 19 Discuss benefits of Mutual Funds?
- 20 Enumerate the multiple complex and interrelated functions of collateral