

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION MAY 2024
(Fifth Semester)

Branch – COMMERCE (ACCOUNTING & FINANCE)

FINANCIAL MARKETS AND REGULATIONS

Time: Three Hours

Maximum: 50 Marks

SECTION-A (5 Marks)

Answer ALL questions

ALL questions carry EQUAL marks (5 x 1 = 5)

- 1 _____ is a market for lending & borrowing of short term funds.
(i) Money market (ii) Primary market
(iii) Capital market (iv) All of the above
- 2 Which of the following are the instruments of money market?
(i) Call money (ii) Certificate of deposits
(iii) Trade bills (iv) All of the above
- 3 The capital market consists of
(i) Development banks (ii) Commercial banks
(iii) Stock exchanges (iv) All of the above
- 4 _____ is a type of investment vehicle consisting of a portfolio of stocks, bonds, or other securities.
(i) Government Securities (ii) Mutual Funds
(iii) Derivative (iv) Shares
- 5 SEBI announced plans to tighten regulations for which type of trading?
(i) Spot trading (ii) Investor trading
(iii) Algorithmic trading (iv) None of the above

SECTION - B (15 Marks)

Answer ALL Questions

ALL Questions Carry EQUAL Marks (5 x 3 = 15)

- 6 a Differentiate between capital market and money market.
OR
b What are the three main financial markets?
- 7 a What are the 5 functions of the money market?
OR
b Explain RBI guidelines regarding Money Market.
- 8 a Explain the importance of Call Money Market
OR
b What are the eligibility norms for public issue of shares?
- 9 a What are the functions of a Stock Exchange?
OR
b What do mean by "stock indices"?
- 10 a What are the malpractices in securities market
OR
b What is the OTCEI?

Cont...

SECTION -C (30 Marks)

Answer ALL questions

ALL questions carry EQUAL Marks

(5 x 6 = 30)

- 11 a Briefly explain the concept of financial market?
OR
b Financial market plays an important role in the allocation of scarce resources in an economy by performing various functions. Explain any three functions of financial market.
- 12 a What is the difference between a treasury bill and a trade bill?
OR
b Explain money market instruments
- 13 a Explain the major reforms in Indian Capital Market
OR
b How Capital is increased in Capital Market?
- 14 a What are the criteria for Listing?
OR
b Explain Depositories.
- 15 a Explain the objectives and functions of the SEBI.
OR
b SEBI regulations in Capital Market.

Z-Z-Z

END