

D 50023

(Pages : 3)

Name.....

Reg. No.....

**FIFTH SEMESTER (CUCBCSS—UG) DEGREE EXAMINATION  
NOVEMBER 2023**

B.Com.

BCM 5B 10—FINANCE SPECIALIZATION I—FINANCIAL MARKETS AND SERVICES

(2018 Admissions)

Time : Three Hours

Maximum : 80 Marks

**Part A**

*This part consists of **two** bunches of questions carrying equal mark 1.*

*Each bunch consists of **five** objective type questions.*

*Answer **all** questions.*

(A) Fill in the blanks :

- 1 Loan against the security of immovable property is called \_\_\_\_\_ loan.
- 2 The SHCIL was set-up in the year \_\_\_\_\_
- 3 Members of the OTCEI are \_\_\_\_\_ only
- 4 \_\_\_\_\_ market deals in unlisted securities.
- 5 The first Indian equity index is \_\_\_\_\_

(B) Choose the Correct Answer from the brackets :—

- 6 When a loan is granted for only one day, it is called \_\_\_\_\_ ?
  - (a) Notice Money.
  - (b) Call Money.
  - (c) Treasury Bill.
  - (d) Commercial Bill.
- 7 The component of a capital market is :
  - (a) Treasury bill market.
  - (b) Government securities market.
  - (c) Commercial bill market.
  - (d) (a) and (b) together.

**Turn over**

- 8 Which of the following is not a regulatory institutions in Indian financial system :
- (a) RBI. (c) SEBI  
(b) CIBIL. (d) IRDA
- 9 Non banking financial institutions (NBFIs) are registered under :
- (a) RBI Act. (c) Companies Act.  
(b) Banking Regulation Act. (d) SEBI Act.
- 10 The Chief promoter of Central Depository Services Limited (CDSL) is :
- (a) NABARD. (c) NSCCL.  
(b) BSE. (d) NSE.

(10 × 1 = 10 marks)

**Part B**

*Answer any eight questions in one or two sentences each.  
Each question carries 2 marks.*

- 11 What is Gilt-edged securities market ?
- 12 What is performance guarantee ?
- 13 What is commercial paper ?
- 14 What you mean by Call Money Market ?
- 15 What is Book Building Process ?
- 16 What you mean by Bought out Deals ?
- 17 What you mean by Bonus Shares ?
- 18 What is Over the Counter Exchange of India (OTCEI) ?
- 19 What Are Sweat Equity Shares ?
- 20 Explain listing of securities ?

(8 × 2 = 16 marks)

**Part C**

*Answer any **six** questions.  
Each question carries 4 marks.*

- 21 What are financial instruments ? What are their characteristic features ?
- 22 Growth and recent development of financial system in India ?
- 23 What is Money Market ? What are its objectives ?
- 24 Explain Stock Exchange ? What Functions of Stock Exchange ?
- 25 Explain the Term Merchant Bank and its functions ?
- 26 Distinguish between factoring and forfeiting ?
- 27 Define Mutual Fund. What are the different types of Mutual Fund ?
- 28 What you mean by stock market index ? What is its type ?

(6 × 4 = 24 marks)

**Part D**

*Answer any **two** questions.  
Each question carries 15 marks.*

- 29 Methods of Floating New Issues in the Primary Market ?
- 30 Discuss in brief the rules governing functioning of stock exchanges in India.
- 31 "SEBI has failed to perform its duty as the regulator of securities market in India". Give your comments along with proper justification.

(2 × 15 = 30 marks)

**D 50023-A**

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BCM 5B 10—FINANCE SPECIALIZATION I—FINANCIAL MARKETS AND SERVICES

(2018 Admissions)

(Multiple Choice Questions for SDE Candidates)

**Time : 15 Minutes****Total No. of Questions : 20****Maximum : 20 Marks****INSTRUCTIONS TO THE CANDIDATE**

1. This Question Paper carries Multiple Choice Questions from 1 to 20.
2. The candidate should check that the question paper supplied to him/her contains all the 20 questions in serial order.
3. Each question is provided with choices (A), (B), (C) and (D) having one correct answer. Choose the correct answer and enter it in the main answer-book.
4. The MCQ question paper will be supplied after the completion of the descriptive examination.

## BCM 5B 10—FINANCE SPECIALIZATION I—FINANCIAL MARKETS AND SERVICES

(Multiple Choice Questions for SDE Candidates)

1. In MMMFS the second and third 'M' consist of :
  - (A) Money market.
  - (B) Market mutual.
  - (C) Mutual market.
  - (D) Money mutual.
2. FDI stands for :
  - (A) Foreign Development Institution.
  - (B) Foreign Direct Investment.
  - (C) Financial Direct Investment.
  - (D) Foreign Development Investment.
3. Identify public sector undertaking :
  - (A) United India insurance.
  - (B) HDFC life.
  - (C) ICICI prudential.
  - (D) Bharti Axa.
4. \_\_\_\_\_ is a receipt for a deposit of money with a bank or a financial institution.
  - (A) CD'S.
  - (B) CP'S.
  - (C) TB'S.
  - (D) PC'S.
5. IDBI subsidiaries does not include :
  - (A) ICMS.
  - (B) IAML.
  - (C) IMTCL.
  - (D) IFCI.
6. The authorised share capital of IFCI is Rs.
  - (A) 50 crore.
  - (B) 40 crore.
  - (C) 30 crore.
  - (D) 20 crore.
7. For digitalization of SFG (self help groups) NABARD introduce :
  - (A) E SEVA.
  - (B) E SHAKTI.
  - (C) E GOVERN.
  - (D) E KISAN.

8. \_\_\_\_\_ is the subsidiary of IDBI was setup under a separate act of parliament on 2<sup>nd</sup> April 1990.
- (A) IFCI. (B) SIDBI.  
(C) HUDCO. (D) HDFC.
9. MUDRA ltd has been set up as a subsidiary of :
- (A) IDBI. (B) IFCI.  
(C) SIDBI. (D) NABARD.
10. The board of directors of EXIM bank includes :
- (A) ECGC. (B) Public sector banks.  
(C) RBI. (D) All of these.
11. NHB (national housing bank) established under the recommendation of the committee headed by :
- (A) Dr. Raguram rajan. (B) Dr. Narasimha rao.  
(C) Dr. Ranga rajan. (D) D. Subbarao.
12. The first SFC was established in :
- (A) Gujarat. (B) Punjab.  
(C) Haryana. (D) Uttar pradesh.
13. \_\_\_\_\_ was incorporated under SFC act 1951.
- (A) KFC. (B) SFC.  
(C) IDFC. (D) UTI.
14. The UTI was setup under an act of parliament in :
- (A) 1962. (B) 1963.  
(C) 1964. (D) 1965.
15. \_\_\_\_\_ is one that is available for subscription all through the year.
- (A) Open ended funds. (B) Close ended funds.  
(C) Stock fund. (D) Bond fund.

Turn over

16. Commercial paper does not includes :
- (A) Direct papers. (B) Medium term note.  
(C) Master note. (D) Participation certificate.
17. Features of money market does not include :
- (A) Security price formation. (B) Presence of bills market.  
(C) Ample supply of funds. (D) Existence of central bank.
18. \_\_\_\_\_ is the bankers bank.
- (A) Commercial bank. (B) RBI.  
(C) World bank. (D) IMF.
19. If a company issues additional securities, first it is offered to existing share holders, it is known as :
- (A) Preferential right. (B) Right issue.  
(C) Private placement. (D) Underwriting.
20. In factoring business sells its accounts receivable to a third party at a :
- (A) Discount. (B) Profit.  
(C) Premium. (D) None of these.