

Duration: 02 Hours

Marks:60

Instructions:

- 1) *Start each question on fresh page.*
- 2) *Figures to the right indicates the full marks.*
- 3) *Q1 is compulsory.*
- 4) *Answer any FOUR from Q2 to Q6*

Q.1. Answer ANY FIVE of the following **(5x4 = 20 Marks)**

- a. Explain the functions of Money Market.
- b. The changing scenario of the capital market call for the support of many participants to make the issue successful. Discuss the participants in the stock market.
- c. Listing of securities offers various benefits to investors and companies. Explain.
- d. Discuss the various types of Preference shares.
- e. Highlight the advantages of Underwriting.
- f. Securities and Exchange Board India being a regulatory body has various powers. Discuss.

Q.2. An investor should be aware of certain characteristics of the money market before investing in money market Instruments. Comment. **(10 Marks)**

Q.3. SEBI was established to protect the interests of investors investing in securities along with regulating the securities market. As a statutory regulatory body, it performs various functions. Describe. **(10 Marks)**

Q.4. There is no need for a formal prospectus as well as an underwriting agreement for private placement but a formal procedure needs to be followed. In light of the above statement illustrate the steps to be followed in the private placement. **(10 Marks)**

Q.5. The stock market occupies a pivotal position in the financial system. It performs several economic functions and renders invaluable services to investors, companies, and to the economy. Explain any five features and functions of the secondary market. **(10 Marks)**

Q.6. A. Mr. Raj has already built up his savings, he is looking for new ways to invest his surplus cash in security which is as safe as a savings account but with better returns. One of the attractive options available to Raj is a Certificate of Deposit. Highlight the benefits of investing in Certificate of Deposits to Raj. **(5 Marks)**

B. Listing means formal admission of a security to the trading platform of the Exchange. Considering the above statement discuss the procedure for listing the securities. **(5 Marks)**
