

Shree Damodar College of Commerce & Economics, Margao-Goa
Second Year B.Com, Semester III, Semester End Examination October, 2015

APPLIED COMPONENT-INTRODUCTION TO CAPITAL MARKET

Duration: 2 Hours

Max. Marks: 80

*Instructions: All questions are compulsory.
 Start each question on a fresh page.
 Figures to right indicate full marks.*

Q1. Answer any FOUR short notes

(4x4=16 Marks)

- a. Time value of money
- b. Motives of investment .
- c. Features of equity capital
- d. Difference between equity and debt security.
- e. Factors influencing securities valuation

Q2. Answer any FOUR short notes

(4x4=16 Marks)

- a. Online trading
- b. Listing of securities
- c. Sensex
- d. Pricing of new Issues
- e. Types of derivatives.

Q3a. Describe the structure of security market in India.

(12)

OR

Q3b. Discuss the characteristics of debt market. Explain the factors that influence the choice of equity and debt instruments.

(12)

Q4a. What is New Issue Market? Explain the functions of New Issue Market.

(12)

OR

Q4b. Discuss in detail the classification of risks.

(12)

Q5a. Explain the functions of stock exchange. How does SEBI protect the rights of investors.

(12)

OR

Q5b. Discuss the various measures taken in the recent times to make capital market vibrant .

(12)

Q6a. Define the term 'derivatives' and bring out its importance.

(12)

OR

Q6b. Explain the various functions of Merchant Banks .

(12)
