

INTRODUCTION TO CAPITAL MARKET

Duration: 2 hours

Max. Marks: 80

Instructions:

- All questions are compulsory, however internal choice is available.
- Figures to the right indicate maximum marks to the questions and sub-questions.
- Start each question on a fresh page.

Q.1. Answer briefly any four of the following: (4x4=16)

1. Four features of Securities market.
2. Short note on Capital market.
3. Four Features of equity shares.
4. Two factors influencing the choice between equity and debt capital.
5. Short note on Debentures.
6. List different types of investors involved in primary market.

Q.2. Answer briefly any four of the following: (4x4=16)

1. Four functions of brokers in secondary market.
2. Two sources of market information in secondary market.
3. Process of trade settlement in secondary markets.
4. Two types of derivative products.
5. The role of hedging in derivatives markets.
6. Four indicators of derivative market in India

Q.3.A. Explain any six benefits of investing in equity share market.

OR

(12)

Q.3.B. Explain any six participants of securities market.

Q.4.A. Explain the role and functions of Merchant banking in India.

OR

(12)

Q.4.B. Explain different types of public issues involved in equity market.

Q.5.A. Explain any six participants of Secondary market in India.

OR

(12)

Q.5.B. Explain the structure of secondary market with the help of a diagram.

Q.6.A. Explain the structure of derivative markets in India.

OR

(12)

Q.6.B. Explain the costs, benefits and risks of derivative Products in the markets.