

Vidya Vikas Mandal's
Shree Damodar College of Commerce and Economics Margao-Goa
S.Y.BCOM Semester -III, MAY/JUNE SUPPLEMENTARY EXAMINATION 2018
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 **any four** of the following: (4x4=16)

1. Explain briefly the role of financial market in capital allocation.
2. How are debt instruments different from equity instruments (any four points).
3. Briefly explain any four disadvantages of equity share market.
4. Write a short note on Debentures.
5. List different types of investors involved in primary market.
6. Write a brief note on Applications Supporting Blocked Amount (ASBA).

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

1. List four functions of brokers in secondary market.
2. What is online trading in stock market.
3. Briefly explain any two sources of market information in secondary market.
4. Explain briefly any two types of derivative products.
5. Briefly explain the role of hedging in derivatives markets.
6. Explain any two indicators of derivatives markets in India.

Q.3.A. Explain any six participants of the securities market in India.

OR

(12)

Q.3.B. Explain any six Factors Affecting the Choice of Equity and Debt Capital market.

Q.4.A. Explain different types of pricing followed in equity market in India.

OR

(12)

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

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

OR

(12)

Q.5.B. Explain the obligations and grievance redressal mechanism for investors in secondary Markets.

Q.6.A. Explain trading and settlement procedure involved in derivatives markets in India.

OR

(12)

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