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Marks : 75

Duration : 2 1/2 hours

- All questions are compulsory

Q1. A. Match the following: (Any 8)

8 Marks

Column A		Column B	
1	Money Market	a	T Bills
2	DRIPS	b	Reinvestment of Dividends
3	Ex Dividend	c	Dividend not available to purchaser
4	Treasury Stock	d	Repurchase of shares in secondary market
5	Stalwarts	e	Grow faster than the economy
6	Asset Plays	f	Companies owning value assets
7	Turnaround	g	Sick companies
8	Merchant Banker	h	Underwriting
9	Dutch Auction	i	Uniform Price
10	Private Placement	j	Less than 49 persons

B. State whether True or False: (Any 7)

7 Marks

(all are true)

- Market capitalization is market price of a company multiplied by number of shares.
- BSE Sensex is a weighted index of 30 stocks.
- A bear market is when market is going down.
- Sweat Equity is a plan where equity shares are given to key employees of a company.
- Treasury stock means the company buys securities from the secondary market.
- Brokers are intermediaries facilitating buying and selling of shares.
- The rolling settlement in equity markets is T+2.
- Merchant bankers help in IPO Valuation of a company.
- BSE was established in 1875.
- Rights issues are shares issued to existing shareholders.

All answer to be at the teacher's discretion. For any features, advantages, disadvantages, functions asked, give marks for explanation and atleast 6 points required.

- Q2. A. Explain Money Markets and its different instruments? 8 Marks
 B. What are the factors responsible for the growth of capital markets? 7 Marks

OR

- Q2. C. Explain equity shares and its characteristics. 8 Marks
 D. Who are different participants in the equity market? 7 Marks

- Q3. A. What are the methods of raising funds in the primary market? 8 Marks
 B. Explain Red Herring Prospectus and its features. 7 Marks

OR

- Q3. C. Explain Depository Receipts. Who are the parties involved? 8 Marks

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D. What is ASBA? Explain its features. 7 Marks

Q4. A. What is the procedure for dealing at a stock exchange? 8 Marks

B. What is a Stock Exchange? What are its characteristics? 7 Marks

OR

Q4. C. Explain the following terms: 8 Marks

a. Circuit Breakers

b. Jobbers

c. Brokers

d. Contract Note

D. Explain the procedure for listing on a stock exchange? 7 Marks

Q5. A. What is the need to strengthen equity markets? 8 Marks

B. Explain the similarities and differences between Primary and Secondary Markets. 7 Marks

OR

Q5. Write short notes on: (Any three) 15 Marks

1. IPO Process

2. ADR

3. ESOP

4. Private Placement

5. Categories of shares traded on NSE/BSE
