Reg No :

B.COM DEGREE (CBCS)EXAMINATION, AUGUST 2021

Third Semester

Core Course - CO3CRT09 - FINANCIAL MARKETS AND OPERATIONS

(Common to all B.Com Degree Programmes)

2017 Admission Onwards

7E348FA2

Time: 3 Hours

QP CODE: 21101988

Max. Marks : 80

Part A

Answer any **ten** questions. Each question carries **2** marks.

- 1. What is financial engineering?
- 2. Explain 'MUDRA'.
- 3. What do you understand from 'Gilt Edged Security'?
- 4. What is Prospectus?
- 5. What is meant by qualified institutional placement?
- 6. What is Stock Exchange?
- 7. What is meant by 'Floor broker?
- 8. Differentiate Bull and Bear.
- 9. What is funds of funds?
- 10. Explain any two drawbacks of mutual fund investment.
- 11. Make a short note on speculation using derivatives.
- 12. Differentiate maintainance margin from variation margin in 'Futures Contracts'?

(10×2=20)

Part B

Answer any **six** questions. Each question carries **5** marks.



- 13. What are the tools used by the RBI for monitoring money market?
- 14. Give an overview of major features of 'Commercial Paper'.
- 15. Explain the process of book building.
- 16. What is meant by a depository? Make a short note on depositories in India.
- 17. "Market capitalization is used as weightage in developing a stock index". Examine the statement.
- 18. List out the advantages of 'Exchange Trade Funds'.
- 19. "AMFI is responsible for ensuring professional ethics in mutual fund industry". Elaborate.
- 20. What are the different types of commodity derivatives traded in India?
- 21. What is meant by moneyness of options contracts? Elaborate different types of moneyness in an options market.

(6×5=30)

Part C

Answer any **two** questions.

Each question carries **15** marks.

- 22. The role of SEBI is developmental and regulatory Discuss.
- 23. Write a note on the functions of merchant banker in public issue.
- 24. One of your friends, who is not familier with stock trading, asks you about the process of trading in stock market. How will you explain the process to him?
- 25. Briefly explain the role of Trustees in the Constitution and Mangement of Mututal Funds in India?

(2×15=30)