

# Financial Markets

[Time: 3.00 Hrs.]

[Marks: 80]

Please check whether you have got the right question paper.

- N.B:
1. All question are compulsory.
  2. Figures to the right indicate full marks.
  3. Use of simple calculator is allowed.
  4. Working Notes should form part of main answer.
  - 5) from Q. 2 to Q. 5 attempt any 3

Q. 1. A State whether the following statement is true or false:

1. Commercial bill is an example of capital market instrument.
2. SEBI stands for Stock Exchange Board of India.
3. NSE is the oldest stock exchange in Asia.
4. IPO stands for investing public offer.
5. Equity shares can be issued at premium.

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Q. 1. B Match the pair

	Column A		Column B
1.	BSE	a.	Money market instruments
2.	NSE	b.	Reduction through official action.
3.	T-Bills	c.	SENSEX
4.	Devaluation	d.	Reduction through market action.
5.	Depreciation	e.	NIFTY50

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Q. 1. C Answer in Brief:

1. What is finance ratio?
2. State any two capital market instruments
3. What are PCDs and NCDs?
4. What is primary market?
5. What is export capital?
6. What is red-herring prospectus?
7. What is right issue?
8. What is EPS?
9. Who is a speculator?
10. Name any two stock exchange in India other than BSE and NSE.

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Q. 2. Explain the structure of Indian Financial System

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Q. 3. Briefly explain the different players in the capital markets.

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Q. 4. What is commercial bill market? State its pros and cons.

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Q. 5. Explain the characteristics of FOREX Markets. Briefly explain the participants in foreign exchange market.

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