

SYFM

1/11/18

2.30 - 5.00 pm

Pages = 02.

Duration: 2 $\frac{1}{2}$ Hours

Paper / Subject Code: 79609 / Debt Markets-1

Marks: 75

Q1A. State whether true or false

(8)

1. The yield on T-bills is the lowest
2. A commercial paper is a money market instrument
3. Credit rating agencies assess the credit quality of debt issuers
4. High yield bonds usually have shorter maturity period
5. Mezzanine debt is sometimes called as "Second Tier Debt"
6. Government securities are traded on stock exchanges
7. CCIL was incorporated in April 2001
8. Open market operations are conducted by RBI
9. Future value of the bond is the compounded value of the present value
10. Yield to maturity is an internal rate of return

Q1B. Write full forms of

(7)

1. NABARD
2. SGL
3. FRB
4. IRS
5. CBLO
6. CCIL
7. WDM
8. FII
9. LIC
10. ZCB

Q2 A. Explain in detail the classification of Financial markets in India

(15)

OR

Q2 B. State the merits and demerits of issuing debentures

(8)

Q2 C. Explain in brief the provisions of Government Regulations, 2007

(7)

Q3 A. Explain the responsibilities of Primary dealers

(8)

Q3 B. Explain the issue process of Treasury Bills

(7)

OR

Q3 C. Define certificate of deposits. State its features (8)

Q3 D. Explain the features of Call money market (7)

Q4 A. State the reasons for the under developed corporate debt market in India? (8)

Q4 B. State the disadvantages of credit rating (7)

OR

Q4 C. What is the value of a bond of face value of Rs.1000 with 8% coupon rate, 5 years to maturity? Required rate of return is 10%. (8)

Q4 D. A GOI bond of Rs.100 each has a coupon rate of 8% and maturity of 10 years. If current market price is Rs.110, find YTM (7)

Q5 A. Explain the features and importance of government securities (8)

Q5 B. Explain the provisions of SEBI regulations 2008 in terms of trading of debt securities (7)

OR

Q5 C. Write short notes (Any 3) (15)

1. LAF

2. Capital market

3. Yield curve

4. Duration

5. Time value of money