

SYFM Sem III Regular

2/11/18

2.30 to 5pm

Pages - 2

Duration : 2 ½ hours

Marks : 75

• All questions are compulsory

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

8 Marks

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

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

7 Marks

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

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

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
