CLASS – SYBIM   SEM -III   DURATION – 2 ½ Hrs.

SUBJECT – FUNDAMENTALS OF CAPITAL MARKET   TOTAL MARKS - 75

Q-1) a) State whether following statements are True or False (Any 8)   (8)

1. Derivative instruments derive its value from other securities.
2. Credit ratings are compulsory for all the companies.
3. ADRs are a Euro denominated form of equity ownership in a Non-US company.
4. Forward Trading has platform to sell instruments.
5. Trend lines shows the increase and decrease of share prices in a market.
6. Trading volume confirms whether the rise or fall in prices are in line with trend.
7. Call option agreement is made to buy underlying asset.
8. External commercial borrowing refers to personal loans given to corporates.
9. Participating preference shares gives right to take part in decision making of a company.
10. Straight Through Processing has reduced manual procedures.

   b) Give full forms of the following: (Any 7)   (7)

1. IPO
2. BSE
3. CDSL
4. SEBI
5. NSE
6. NSDL
7. OTC
8. RBI
9. BSE
10. FCEB

Q-2) a) What are the functions of Stock Exchange?   (8)

Q-2) b) Write types of Preference Shares.   (7)

OR

Q-2) c) Explain Advantages of Foreign Currency Convertible Bonds.   (8)

Q-2) d) Describe features of Derivatives.   (7)

Q-3) a) Who are the players in Depository System?   (8)

Q-3) b) State characteristics of Debentures.   (7)

OR

Q-3) c) How to issue ADR or GDRs? (8)

Q-3) d) Elaborate features of Futures market. (7)

Q-4) a) Explain characteristics of Securities & Lending Obligation. (8)

Q-4) b) Elaborate Approval Route for the issue of FCCB. (7)

OR

Q-4) c) What procedure agencies follow to give credit rating to companies? (8)

Q-4) d) What formalities Collective Investment Management Company have to follow for winding up? (7)

Q-5) a) Write characteristics of Direct Market Access. (8)

Q-5) b) Explain conditions for eligibility of Collective Investment Schemes. (7)

OR

Q.5. c) Write Short Notes: (Any 3) (15)

1) Trading Volume

2) Short Selling

3) Trustees of Collective Investment Mgmt. Schemes

4) Swaps

5) Non-Voting shares