

SYB FM sem III Reg & A.T.K.T. Exam Oct-2019.

Semester End Examination – 2019/20

Subject: Equity Markets – I

Duration: 2.5 hrs

Marks: 75

\*All questions are compulsory



Q1. A. State whether the statements are True or False (any 8) 8

1. GDR provides access to foreign capital markets.
2. Full form for ASBA is Application sum for blocked amount.
3. Book building process has a Cap and a floor price.
4. The central banking functions in India are performed by the Central Bank of India.
5. Treasury Bills are issued for 91/182/362 days in India.
6. Equity Shareholders can demand declaration of Dividends from the company.
7. Underwriters ensure that the public issue is fully subscribed.
8. Order Driven market allows buyers and sellers to submit their orders through their brokers.
9. Arbitrageurs use derivative products to minimize their Risks.
10. Speculators always intend to make profits from the market movements.

B. Fill in the blanks (Any 7) 7

1. IPO process is governed by \_\_\_\_\_. (AMFI/ RBI/ SEBI)
2. NIFTY Index comprises of \_\_\_\_\_ number of stocks. (50/30/100)
3. The rolling settlement in equity markets is now \_\_\_\_\_. (T+1/T+2/T+3)
4. \_\_\_\_\_ is the process of converting physical shares into electronic format. (Demutualized/Dematerialized/Materialize)
5. A \_\_\_\_\_ occurs when a company divides its shares which have no effect on the company's net worth or the value of the shareholder's investment. (Stock Split/ Rights Issue/Bonus Shares)
6. \_\_\_\_\_ provides liquidity to the individuals who acquire securities. (Primary Market/Secondary Market/New Issue Market)
7. Money Market deals with securities which are issued for less than \_\_\_\_\_ days. (7/182/364)
8. \_\_\_\_\_ are intermediaries facilitating buying and selling of shares. (Brokers/Traders/Speculators)
9. \_\_\_\_\_ shares are generally those shares which are issued to its high valued employees at a discount or for consideration other than cash. (ESOPs/Sweat Equity/Bonus Shares)
10. Shanghai Stock Exchange is a Stock exchange of \_\_\_\_\_ country. (Japan/Korea/China)

Q2. A. Define Equity shares. Explain the characteristics of equity shares. 8

B. What are the methods of raising capital in the primary markets? 7

OR

C. Define Financial Markets. Explain the organised and unorganised financial markets. 8

D. Explain Money markets and it's different instruments. 7



- Q3. A. What is ASBA? Explain the features of ASBA. 8  
B. Explain Book Building process in details. 7  
OR  
C. Explain ADR and GDR along with their advantages. 8  
D. What are the various problems associated with primary markets? 7
- Q4. A. Explain the various methods of technical analysis. 8  
B. Explain the procedure for listing of securities on a stock exchange. 7  
OR  
C. Explain the major segments of the NEAT screen. 8  
D. Write a note on BSE in detail. 7
- Q5. A. Discuss the similarities and differences in the primary and secondary market. 8  
B. Why is there a need to strengthen Equity Markets? 7  
OR
- Q5. Write short notes on: (Any 3) 15
1. Fundamental Analysis
  2. Sweat Equity
  3. Private Placement
  4. Bonus Shares
  5. OTC