

Duration : 2.5 hours

Marks: 75

- N.B. :** (1) All the question are compulsory.
 (2) Figures to the right indicate marks.
 (3) Each question carries 15 marks each.

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

Column A	Column B
1. SEBI	a. Fee – based services
2. Merchant Banking	b. Provides liquidity
3. Investors	c. Private placement
4. FPO	d. Control financial institutions
5. Money Market	e. Equity shareholders
6. Book building issue	f. Foreign Currency Convertible Bonds
7. Voting rights	g. Over The Counter Exchange in India
8. FCCB	h. Market participant in equity market
9. Rule 144 A ADRs	i. Process to fixed price of shares
10. OTCEI	j. Public issue made by a listed company, for one more time

Q.1 (B) State whether True or False: (Any 7)**7M**

- Capital market plays an important role in mobilizing resources.
- DRIPS are plans that are sponsored by most large companies.
- Merchant bankers also act as brokers in stock exchanges.
- Prices in primary market are determined by market forces.
- ASBA was introduced in India in 2010.
- GDR are bonds that are issued in foreign currency and can be converted into equity.
- RBI is the queen bee of the Indian financial system which influences the commercial banks' management.
- The NIFTY is an indicator of the stocks in BSE.
- Securities that are listed are dealt with the stock exchange.

10. An ESOP is a kind of employee benefit plan, similar in some ways to a profit – sharing plan.

Q.2 (A) Explain financial markets in detail. **8M**

(B) Define equity market. Explain functions of equity markets. **7M**

OR

Q.2 (C) Explain the concept of separation of ownership and management in companies. **8M**

(D) Which are the various participants involved in equity market? **7M**

Q.3 (A) Explain the book building process in detail. **8M**

(B) What are various problems associated with primary market? **7M**

OR

Q.3 (C) Explain in detail green shoe option. **8M**

(D) Explain GDR and ADR with its advantages. **7M**

Q.4 (A) Define stock exchange. Explain various benefits of stock exchange. **8M**

(B) Explain types of members in a stock exchange. **7M**

OR

Q.4 (C) Define BOLT. Explain its objectives. **8M**

(D) Explain various trading regulations stated by NSE. **7M**

Q.5 (A) Explain the need to strengthen equity markets. **8M**

(B) Explain the role of retail investor in Indian stock market. **7M**

OR

Q.5 Write short note on: (any 3) **15M**

1. Private placement
2. Sweat Equity
3. FCCB
4. Clearing and settlement process
5. Listing of securities.