

Code No. : 32171 E Sub. Code : ESCO 22

B Com. (CBCS) DEGREE EXAMINATION,
APRIL 2024

Second Semester

Commerce

Skill Enhancement Course - STOCK MARKET
OPERATION

(For those who joined in July 2023 onwards)

Time : Three hours

Maximum : 75 marks

PART A — (10 × 1 = 10 marks)

Answer ALL questions.

Choose the correct answer :

1. _____ risks are non-diversifiable and arise out of the market, nature of the industry, state of the economy, etc.,
- (a) Systematic risk (b) Unsystematic risk
(c) Internal risk (d) External risk

2. _____ is arrived at by dividing the annual coupon price by purchase price.
- (a) Current yield (b) Annual dividend
(c) Capital gains (d) Capital appreciation
3. Primary and secondary markets _____
- (a) Control each other
(b) Function independent
(c) Compete with each other
(d) Complement each other
4. _____ refers to the guarantee for ensuring the marketability of an issue.
- (a) Underwriting (b) Placement
(c) Hedging (d) All
5. _____ consists of Stock exchanges where existing securities are bought and sold.
- (a) Primary market (b) Secondary market
(c) Territory market (d) All
6. _____ means the admission of the security of a public limited company on a recognized stock exchange for trading.
- (a) Registering (b) Listing
(c) Convincing (d) Undertaking

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7. SEBI was set up in the year _____.
- (a) 1958 (b) 1968
(c) 1978 (d) 1988
8. The main functions entrusted with SEBI is _____.
- (a) Capital formation
(b) Regulating the business in stock exchanges and any other securities market
(c) Issue of securities
(d) Giving financial assistance to stock exchanges
9. _____ helps investors to hold shares and securities in and electronic format.
- (a) Saving bank account
(b) Bank account
(c) Current account
(d) Demat account
10. A _____ refers to a space where an asset is held for storage and safety.
- (a) Depository (b) Custodian
(c) Beneficiary (d) Authority

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PART B — (5 × 5 = 25 marks)

Answer ALL questions choosing either (a) or (b).
Each answer should not exceeds 250 words.

11. (a) Give the meaning of securities.
Or
(b) Mention the types of risk.
12. (a) Write a short note on Initial Public Offering (IPO).
Or
(b) What do you mean by floating?
13. (a) Write a note on secondary market.
Or
(b) Point out the order types.
14. (a) Expand SEBI and write its history.
Or
(b) Brief about regulations of SEBI.
15. (a) Write about demat account.
Or
(b) State the meaning of custodian.

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PART C — (5 × 8 = 40 marks)

Answer ALL questions choosing either (a) or (b).
Each answer should not exceed 600 words.

16. (a) Discuss the types of securities.

Or

- (b) Explain the methods of measuring risk.

17. (a) Elaborate the functions of primary market.

Or

- (b) Delineate the role of merchant banker in primary market.

18. (a) Describe the importance of secondary market.

Or

- (b) Enumerate the mechanism of secondary market trading.

19. (a) Delineate the issue of capital and disclosure requirements regulations of SEBI.

Or

- (b) Briefly explain the role of SEBI in investor's protection.

20. (a) Elaborate the guidelines of SEBI in demat trading.

Or

- (b) Describe the significance of demat trading.