

B.V. Patel Institute of Business Management, Computer & Information Technology
Uka Tarsadia University
2nd Internal Examination, MCOM - 1st Semester
040170109: Financial Market

Marks: 50
Time: 2 hrs.

Date: 13/10/2017

Q-1 Answer the following. (Any Eight)

[16]

1. What is a clearing corporation?
2. Define term 'Circuit Breaker.
3. What is screen based trading?
4. State the characteristics of debt market.
5. What is a contract note?
6. What is primary capital market?
7. What is the role of the secondary market?
8. State any two rules regarding listing of debt securities.
9. State the difference between FDI and FII.

Q-2 Answer the following. (Any Two)

[20]

1. What is listing of securities? State the process to be undertaken by company to list its shares.
2. Discuss the steps involved in online trading. What are the benefits of it.
3. What is margin trading? Explain the mechanism of margin trading with example.

Q-3 Answer the following in detail. (Any Two)

[14]

1. What is capital market? How does it aid economic growth? What are the functions of the capital market?
2. What is book building offer? Explain its process. List the benefits and limitations of book building.
3. What are the measures taken by SEBI for increasing liquidity in stock market? Discuss the impact of reforms in the secondary market.