Total number of printed pages = 5

63 (FY) SEM–3/MAJ/COMMAJ2024B

2024

COMMERCE

Paper : COMMAJ2024B

(Financial Markets and Operations)

Full Marks : 70

Pass Marks : 28

Time : Three hours

The figures in the margin indicate full marks for the questions.

1. Answer the following questions : 1×6=6

   (a) SEBI was established in the year

   (i) 1992

   (ii) 1988

   (iii) 1990

   (iv) 1989

Contd.

(b) SENSEX is the index of ______

(i) Bombay Stock Exchange

(ii) National Stock Exchange

(iii) Bothe of the above

(iv) None of the above

(c) The base year of NIFTY is _____.

(i) 1992

(ii) 1978

(iii) 1987

(iv) 1999

(d) A depository is ______

(i) an electronic transfer through dematerialization

(ii) a fixed deposit in a bank

(iii) a transfer of physical securities

(iv) surveillance on price manipulation

(e) In which market debt and stocks are traded and maturity period is more than a year?

(i) Money Market

(ii) Capital Market

(iii) Share Market

(iv) Short-term Market

(f) Device adopted to make profit out of the difference in prices of a security in two different markets is called

(i) Arbitrage

(ii) Margin trading

(iii) Call option.

(iv) None of the above

2. Answer the following questions : ***(any five)*** 2×5=10

(a) What is a Eurobond?

(b) What is an American Depository Receipt (ADR)?

(c) Define financial markets.

(d) What is an IPO?

(e) What is a municipal bond?

(f) What is Demat account?

(g) What is a treasury bill?

3. Answer the following questions : ***(any six)*** 5×6=30

(a) Distinguish between money market and capital market.

(b) Write about the role of credit rating agencies in the debt market.

(c) Distinguish between Forwards and Futures.

(d) Who are the participants in a Foreign Exchange Market?

(e) Distinguish between spot rate and forward rate.

(f) Write about the functions of financial markets.

(g) Write briefly about different money market instruments.

(h) Write about the functions of Foreign Exchange Markets.

(i) What are the different exchange rate mechanisms in the foreign exchange markets?

4. Answer ***any two*** of the following question: 12×2=24

(a) Write in details about the powers and functions of SEBI. 12

(b) Highlight the importance of International financial markets and instruments in contemporary mordern world. 12

(c) What do you mean by stock exchange? Write the functions of stock exchange. 4+8=12

(d) What do you mean by derivatives? Write about different kinds of derivatives. 2+10=12
