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BBA

(Pages : 3)

Reg. No. ....

Name. ....

**UNDER GRADUATE (C.B.C.S.S.) EXAMINATION, OCTOBER 2013**

**Fifth Semester**

**Open Course—CAPITAL MARKET AND INVESTMENT MANAGEMENT**

(Offered by Board of studies in Commerce)

Time : Three Hours

Maximum Weight : 25

*Answers may be written either in English or in Malayalam.*

**Section A**

*This section consists of four bunches of four questions each.*

*Each bunch carries a weight of 1.*

*Answer all questions.*

I. Choose the correct Answer from the choice give below :

1. Equity shares with extra dividend are called \_\_\_\_\_.  
(a) Right shares. (b) Sweat equity.  
(c) No voting equity shares. (d) Preference shares.
2. Bear is a speculator who expects a \_\_\_\_\_ in price.  
(a) Increase. (b) Decrease.  
(c) Either increase or decrease. (d) None of these.
3. Market which deals with long term securities are called \_\_\_\_\_.  
(a) Money market. (b) Capital market.  
(c) SEBI (d) None of these.
4. Securities Contract Regulation Act controls \_\_\_\_\_.  
(a) Money market. (b) Stock Exchange.  
(c) SEBI (d) None of these.

II. Fill in the blanks :

5. Investment in proportion is called \_\_\_\_\_.
6. Market which deals with second hand securities is \_\_\_\_\_.
7. The new method of pricing of securities is called \_\_\_\_\_.
8. Abstaining from present consumption for a future use is called \_\_\_\_\_.

III. State whether the following statements are True or False :

9. SEBI stands for Securities Exchange Board of India.
10. Broker buys and sells securities for and on behalf of outsiders.

**Turn over**

11. Nifty is the Index of NSE.
12. Zero coupon bonds are not having any coupon rate.

IV. Match the following A with B :

- |                        |                              |
|------------------------|------------------------------|
| 13. Bull               | (a) BSE Index.               |
| 14. SENSEX             | (b) Increase in Price.       |
| 15. Commercial Paper.  | (c) NSE Index.               |
| 16. Deep Discount Bond | (d) Money market instrument. |
|                        | (e) Corporate security       |
|                        | (f) 1 to 14 days.            |

(4 × 1 = 4)

### Section B

*Answer any five questions.  
Each question carries 1 weight.*

17. What is a primary market ?
18. What are bonus shares ?
19. Define a security.
20. Define capital market.
21. What is Book Building ?
22. Define Investment.
23. Distinguish between Investment and Gambling.
24. Define OTCEI.

(5 × 1 = 5)

### Section C

*Answer any four questions.  
Each question carries 2 weights.*

25. What are financial Investments ?
26. Explain the advantages and disadvantages of listing.
27. Distinguish between NIM and Stock exchanges.
28. What is Demat ?
29. Explain the importance of Stock Exchange.
30. State briefly the process of online trading.

(4 × 2 = 8)

**Section D**

*Answer any two questions.  
Each question carries 4 weights.*

31. Explain briefly the process of Investment.
32. Define Merchant Bank. Explain the services rendered by it.
33. State briefly the powers of SEBI in controlling secondary markets.

(2 × 4 = 8)