



III Semester M.Com. Degree Examination, January 2011  
(New Scheme)

2007-08

COMMERCE

F-1 : Financial Markets

Time : 3 Hours

Max. Marks : 80

*Instruction : Attempt all the Sections.*

SECTION - A

(2×10=20)

1. Answer any ten of the following in about 3-4 lines each. Each sub-question carries 2 marks.

- a) What is meant by book building ?
- b) What is red herring prospectus ?
- c) What are the requirements for a stock to find a place in India ?
- d) What is the difference between GDR and IDR ?
- e) What is free float ?
- f) What is the difference between trader and arbitrageur ?
- g) Write any two roles played by primary market.
- h) Name any two international debt securities.
- i) Why do insiders resort to trading ? Explain.
- j) What is floor and cap price ?
- k) What are the objectives of SEBI ?
- l) What is Grey market ?

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## SECTION - B

(3×5=15)

Answer any **three** questions. Each question carries five marks.

2. Write a brief note on private placement of equity.
3. What are the factors to be considered in pricing a new issue of shares ?
4. What are the salient features of ADRs ? Explain.
5. What are the requirements to list stock in the National Stock Exchange ?
6. Write a brief note on OTCEI.

## SECTION - C

(3×15=45)

Answer any **3** questions. Each question carries 15 marks.

7. What is the difference between primary and secondary market ? Explain in detail the function and primary market.
8. Define Red Herring prospectus. What are the important contents of the final prospectus ?
9. Explain in detail the guidelines issued by SEBI for MOA activities.
10. What are the constituents of international financial environment ?
11. Write short notes on any three :
  - a) Boughtout deals
  - b) Issue managers
  - c) London stock exchange
  - (d) Screen based trading.

III Semester M.Com. Degree Examination, January 2012  
(2007-08) (NS) Scheme  
COMMERCE  
Paper – 3.3 : F-1 Financial Markets

Time : 3 Hours

Max. Marks : 80

*Instruction : Attempt all Sections.*

## SECTION – A

1. Answer any ten of the following in about 3-4 lines each. Each sub-question carries 2 marks. (2×10=20)
- Define primary market.
  - What do you mean by 'Green Shoe Option' ?
  - Illustrate the concept of price discovery.
  - What is Grey market ?
  - What do you mean circuit breaker ?
  - Mention any two functions of "Registrars to issue".
  - What is Red Herring prospectus ?
  - What do you mean by 'Volatility' ?
  - What is 'market making' ?
  - What is 'sensex' ?
  - What are the objectives of establishing SEBI ?
  - Who are 'Saitori' members ?

## SECTION – B

Answer any three questions in about one page each. Each question carries 5 marks :  
(3×5=15)

- Bring out the advantages of "Bought out deals".
- Write an explanatory note on NASDAQ.
- Write a brief note on underwriting agencies.



5. Explain free pricing mechanism.

6. What are the guidelines for the issue of GDR's ?

SECTION – C

Answer any three of the following, in about 3 pages each :

(3×15=45)

7. Describe the measures initiated by the Central Government of India for reactivating capital market.

8. Explain in detail the Book-Building process of public issue and the guidelines issued by SEBI in this regard.

9. Discuss in detail listing procedures, listings obligations and the SEBI guidelines pertaining to listing.

10. Explain briefly the working of London and Newyork Stock Exchanges.

11. Write short note on any three :

a) Private placement

b) Bulls, Bears and stages

c) Defects in Indian stock market

d) OTCEI.

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