

D4AEC2202

(3 Pages)

Name.....

Reg.No.....

FOURTH SEMESTER M.A. DEGREE EXAMINATION, APRIL 2024
(Regular/Improvement/Supplementary)

ECONOMICS
FECO4C13 - FINANCIAL MARKETS

Time: 3 Hours

Maximum Weightage: 30

Part A: Multiple choice questions. Answer *all* questions. Each carries $\frac{1}{5}$ weightage.

1. Stock exchange is known as market for securities.
 - a) Primary market
 - b) Secondary market
 - c) Capital market
 - d) None of the above
2. It acts like a bank and keeps securities in electronic form on behalf of the investor,
 - a) Depository Participant
 - b) Depository
 - c) Stock exchange
 - d) None of the above
3. The regulatory body for the securities market in India is;
 - a) Stock exchanges
 - b) IRDA
 - c) RBI
 - d) SEBI
4. Which one is the least risky one?
 - a) Bonds
 - b) Shares
 - c) Treasury Bills
 - d) Preference share
5. Which is a full service credit rating agency exclusively set up for micro, small and medium enterprises?
 - a) SMERA
 - b) ICRA
 - c) ONICRA
 - d) CRISIL
6. The Securities and Exchange Board of India was constituted on
 - a) 10th July 1991
 - b) 11th October 1989
 - b) 12th April 1988
 - d) None of the above
7. are used by the clients of FIIs who do not wish to participate directly in the Indian stock market.
 - a) P- Notes
 - b) Margin trading
 - c) Short sales
 - d) None of the above

(P.T.O.)

20. List out participants in the derivative markets.
21. Explain IPO.
22. Mention the features of financial system.
23. Distinguish between primary and secondary market.

(5 × 1 = 5 weightage)

Part C: Answer any *seven* questions. Each carries *two* weightage.

24. What are the features of a developed money market?
25. Write a note on different types of futures.
26. Describe the functions of Depositories.
27. List out the main Instruments of the primary market.
28. Explain the features of ADR.
29. What are the advantages of online trading in stock markets.
30. Write a note on Treasury bill market.
31. Explain the role of financial intermediaries.
32. Write a note on Global Depository Receipts.
33. Elaborate on insider trading.

(7 × 2 = 14 weightage)

Part D: Answer any *two* questions. Each carries *four* weightage.

34. Explain the growth, features and effects of eurocurrency market.
35. Give a detailed account on the functions and types of financial markets.
36. Discuss major developments in Indian money market after 1991 reforms.
37. Discuss the different types of derivatives along with their features.

(2 × 4 = 8 weightage)