

D5BCP2304

Reg. No.....

Name: .....

**FIFTH SEMESTER UG DEGREE EXAMINATION, NOVEMBER 2025**

**(Regular/Improvement/Supplementary)**

**B.Com. Professional**

**GBCP5B22T: FINANCIAL MARKETS AND SERVICES**

**Time: 3 Hours**

**Maximum Marks: 80**

**Part A. Answer *all* the questions. Each carries *one* mark.**

**Choose the Correct Answer**

1. Promissory note issued by the Government is called \_\_\_\_\_.  
A) Treasury Bill.      B) Commercial paper.      C) CDs.      D) Call Money.
2. The act of preventing an investment against unforeseen price changes is known as  
A) Speculation.      B) Arbitrage.      C) Swaption.      D) Hedging.
3. \_\_\_\_\_ is the financial asset that derives its value from an underlying asset.  
A) Commodity.      B) Foreign Exchange.  
C) Derivative.      D) Fixed Income Security.
4. \_\_\_\_\_ are defined as the markets where securities/shares which are initially issued by company.  
A) Secondary Market      B) Primary Market  
C) Commodity Market      D) Derivative Market
5. \_\_\_\_\_ was established on April, 1935 in accordance with the provisions of Reserve Bank of India Act, 1934.  
A) RBI      B) SEBI      C) MUF      D) MCX

**Fill in the Blanks.**

6. A \_\_\_\_\_ is an agreement between two parties to buy or sell an asset at a certain time in the future at a certain price.
7. \_\_\_\_\_ bonds are sold at a large discount to their normal value.
8. \_\_\_\_\_ are short term promissory notes issued by reputed companies with good credit standing and having sufficient tangible assets.
9. MMMFs stands for \_\_\_\_\_.
10. \_\_\_\_\_ is the link between the depository and the owner of the securities.

**(10 × 1 = 10 Marks)**

**(PTO)**

**Part B. Answer any *eight* questions. Each question carries *two* marks.**

11. What is Lease Financing?
12. What is NBFCs?
13. What is Venture Capital?
14. Explain Commodity derivatives?
15. Comment on OTCEI.
16. What is meant by Moral Suasion?
17. State the meaning of Depository Participants.
18. What do you mean by Call Money Market?
19. Comment on Stock indices.
20. What is forfaiting?

**(8 × 2 = 16 Marks)**

**Part C. Answer any *six* questions. Each question carries *four* marks.**

21. Explain the three major players in derivative market.
22. Discuss the benefits of underwriting.
23. Explain the role of RBI as regulatory institution.
24. What are the functions of Insurance?
25. What is SEBI? Enlist its functions.
26. Elaborate the features of Indian Money Market.
27. What are the advantages of listing securities?
28. Which are the different stock exchanges in India?

**(6 × 4 = 24 Marks)**

**Part D. Answer any *two* questions. Each carry *fifteen* marks.**

29. What is stock exchange? What are the features and functions of stock exchange?
30. What do you mean by financial services? How are they classified?
31. Define Factoring? Discuss the various services rendered by factoring intermediaries.

**(2 × 15 = 30 Marks)**