V Semester B.Com. Examination, November/December 2014 (Semester Scheme) (Prior to 2014-15) (Repeaters) COMMERCE

Paper - 5.6 : E - 2: Financial Markets (100 - 2013-14 Only) (90 - Prior to 2013-14)

Time: 3 Hours

Max. Marks: 90/100

Instructions: 1) Answer should be completely written either in English or in Kannada.

- 2) Section A. B. C Common to all students.
- 3) Section **D compulsory** for **100** marks paper.

SECTION - A

1. Answer any ten sub-questions. Each question carries two marks.

 $(10 \times 2 = 20)$

- a) Name the two financial intermediaries.
- b) What is public issue?
- c) What do you mean by under-writing?
- d) Who are Merchant Bankers?
- e) What is a sweat share?
- f) What is meant by wash sales?
- g) Expand OTCEI.
- h) Write the meaning of development bank.
- i) What is money market?
- i) Give the meaning of SLR.
- k) What is a commercial paper?
- I) What is multiple foreign exchange rate?



SECTION - B

Answer any five questions. Each question carries 5 marks.

 $(5 \times 5 = 25)$

- 2. Discuss the merits of underwriting.
 - 3. Who are the different kinds of brokers?
 - 4. Explain the functions of NHB.
 - 5. What is stock exchange? Discuss its objectives.
 - 6. Distinguish between Euro-Dollar Market and Euro-Bond Market.
 - 7. Analyse the defects of Indian Money Market.
 - 8. Discuss the nature of transactions in foreign exchange Market.

SECTION - C

Answer any three of the following questions. Each question carries 15 marks. (3×15=45)

- 9. Explain the main steps of a public issue.
- 10. Explain the merits of on-line trading.
- 11. Describe the various activities of ICICI.
- 12. Explain the recent developments in Indian Money Market.
- 13. Explain the objectives of exchange control.

SECTION - D

Answer the following compulsory question.

 $(1\times10=10)$

14. Explain the various services rendered by Non-banking financial institutions.