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Reg. No. :

Question Paper Code : 10123

M.B.A. DEGREE EXAMINATIONS, APRIL/MAY 2023.

Elective

BA 4002 — FINANCIAL MARKETS

(Regulations 2021)

Time : Three hours

Maximum : 100 marks

Answer ALL questions.

PART A — (10 × 2 = 20 marks)

1. List the participants of financial market in India.
2. Expand CCIL and state its role.
3. Identify the ways of raising fund through primary market.
4. Differentiate development banks from commercial banks.
5. Indicate the objectives of OTCEI.
6. Name the main depositories in Indian stock market and state its functions.
7. Write the significant of T-bills.
8. How the zero Coupon Bonds are priced?
9. State the advantages and disadvantages of options trading.
10. Cite any two differences between forward contracts and future contracts.

PART B — (5 × 13 = 65 marks)

11. (a) Draw and explain the structure of financial market in India.

Or

- (b) Enumerate the various types of financial instruments.

12. (a) "A strong and vibrant primary market is important for the growth and development of an economy" – Justify this statement.

Or

- (b) Describe the functions of commercial banks in India How commercial banks differ from the Reserve Bank of India?

13. (a) Explain the settlement process of NSE with diagram.

Or

- (b) Enumerate the role of FIIs in Indian stock market.

14. (a) Outline the bond market in India and discuss its participants.

Or

- (b) Explain the working of foreign exchange market and summarise the risk associated with it.

15. (a) Compare and contrast Venture Capital with Private Equity.

Or

- (b) Elucidate the steps involved in portfolio management process and highlight the benefits of managing a portfolio.

PART C – (1 × 15 = 15 marks)

16. (a) "Securities and commodities market need regulators" – Why? Comment on this statement.

Or

- (b) The money market and capital market are the two main components of financial market" – Validate this statement and discuss the differences between them.