



PG – 768

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)
- a) Define primary market.
 - b) What do you mean by 'Green Shoe Option' ?
 - c) Illustrate the concept of price discovery.
 - d) What is Grey market ?
 - e) What do you mean circuit breaker ?
 - f) Mention any two functions of "Registrars to issue".
 - g) What is Red Herring prospectus ?
 - h) What do you mean by 'Volatility' ?
 - i) What is 'market making' ?
 - j) What is 'sensex' ?
 - k) What are the objectives of establishing SEBI ?
 - l) Who are 'Saitori' members ?

SECTION – B

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

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

P.T.O.



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.