

SARASWATHI NARAYANAN COLLEGE
(Autonomous Institution Affiliated to Madurai Kamaraj University)
(Reaccredited with Grade 'B' by NAAC)
Madurai – 625 022.

B.A. Economics –Summative Examinations
Code: LUECSE41 Semester: IV
INDIAN CAPITAL MARKET
Duration: 2 Hrs. Max: 50 Marks

SECTION – A

5 × 1 = 5

I. Answer ALL questions. Choose the correct answer. (Level 2)

1. What are the best-known capital markets?
 - (a) The stock market
 - (b) The bond markets
 - (c) A depository account with any of the depositories in India
 - (d) Both (a) & (b)
2. ----- is a whole sale market for short term debt instrument.
 - (a) capital market
 - (b) forex market
 - (c) money market
 - (d) any of the above
3. Equity Linked Savings Scheme has a minimum lock in period of -----.
 - (a) 1 year
 - (b) 2 years
 - (c) 3 years
 - (d) 5 years
4. Which among the following does not belong to the stock exchange?
 - (a) KPO
 - (b) IPO
 - (c) NSE
 - (d) NAV

SECTION-C**3 x 10 = 30****Answer any THREE questions**

5. ----- is the market where the existing securities of companies are traded.
- (a) Primary market (b) Secondary market
(c) Money market (d) None of these

II. Fill in the blanks (Level 1)**5x1=5**

6. Capital market regulator is _____.
7. Equity shares with detachable warrants will enable the warrant holder to apply for specified number of _____ determined price.
8. The small investors' gateway to enter into big companies is _____.
9. Secondary market comprises of _____ platform for purchase and sale of securities
10. The securities contract regulation Act has given certain powers to _____.

SECTION-B**5 x 2 = 10****Answer ALL questions**

11. What is meant by functions of Capital Market? K2
12. What is Debentures? K2
13. What are the reforms of Primary market in India? K3
14. Explain lame ducks? K4
15. What is meant by Depositories Act 1996? K5

16. Discuss the capital market role in a country's economy K1
17. Difference between preference and equity shares K2
18. Explain the Gilt edge market K3
19. Explain the meaning of stock exchange. How does the stock exchange help in the redressal of investor's grievance? K4
20. What are the roles and analysis of Depositories act 1996? K6