

Reg. No .....

Name .....

19P4039

**M. A. DEGREE END SEMESTER EXAMINATION - MARCH/APRIL 2019**

**SEMESTER 4 : ECONOMICS**

**COURSE : 16P4ECOT19EL : CAPITAL MARKET**

*(For Regular - 2017 Admission and Supplementary - 2016 Admission)*

Time : Three Hours

Max. Marks: 75

**Section A**

**Answer any 8 (2 marks each)**

1. Describe Speculation.
2. What is meant by Foreign Institutional Investment?
3. What is meant by Online Trading?
4. Describe C D S L.
5. Describe I C R A.
6. What are Preference Shares?
7. What are Private Placements?
8. Explain Bluechip shares.
9. Explain rate of interest.
10. Explain rate of interest v/s real estate price.
11. What is a trading account?
12. Describe the term earnings ratio.

**(2 x 8 = 16)**

**Section B**

**Answer any 7 (5 marks each)**

13. "FII's disturb the monetary decision making autonomy of a Government", Elucidate.
14. Gilt edged securities are risk free investment avenues- Substantiate.
15. Explain how does SEBI help in the orderly development of Indian capital market.
16. Discuss the various types of new issues floated in a capital market.
17. Explain the term Exchange Traded Funds
18. Explain how rate of interest affects bond prices, stock market and real estate?
19. Calculate the simple interest for Rs.4800 for 2 years and 3 months at the interest rate 8.5%.
20. Why is financial statement analysis important for a company?
21. Explain Ratio analysis
22. Explain the liquidity ratios used in financial statement analysis.

**(5 x 7 = 35)**

**Section C**

**Answer any 2 (12 marks each)**

23. Economic conditions of a country determine the investment decision in a financial market- Explain.
24. Write an essay on evolution of capital market in India
25. Write an essay on the major stock exchanges in India.
26. What is meant by the term 'Time Value of Money'? Explain different methods of finding Time Value of Money.

**(12 x 2 = 24)**