

2016
CAPITAL MARKETS

Marks: 70

Time: 3 hours

General instructions:

- i) Approximately 15 minutes is allotted to read the question paper and revise the answers.
- ii) The question paper consists of 24 questions. All questions are compulsory.
- iii) Marks are indicated against each question.
- iv) Internal choice has been provided in some questions.

N.B: Check that all pages of the question paper is complete as indicated on the top left side.

1. Define market capitalization ratio. 1
2. What does volatility index measure? 1
3. Define trigger price. 1
4. What is a contract note? 1
5. State the purpose of investor protection fund. 1
6. What is meant by security sigma? 1
7. What is insider trading? 1
8. Define net profit ratio. 1
9. Write any two objectives of Security Exchange Board of India (SEBI). 2
10. Write any two benefits of the trading members in the NSE. 2
11. State any two conditions on which a company is eligible to be admitted as a trading member. 2
12. Explain any two participants in the auction market. 2
13. What is meant by EPS (Earning Per Share)? How is it calculated? 1+1=2
14. Explain the types of market segment of the exchange. 4
15. Explain any four consequences in case of suspension of a trading member. 4
16. State the advantages of the screen based trading system. 4

17. Write any four features of order status. 4
18. State any four reasons why a member is penalized for fund shortage. 4
19. Describe the kinds of risk in a settlement system. 4
20. Explain the various measures to calculate return on shareholders' equity. 4
21. a. Explain the admission procedures for new membership at National Stock Exchange. 6
Or
b. State the various code of advertisement prescribed by the exchange.
22. a. Explain the different stages of a trading day. 6
Or
b. Explain any six reports and files downloaded to the members by the exchange.
23. a. State any six functions of a clearing bank. 6
Or
b. Explain the six delivery reports which are downloaded to the clearing members.
24. a. Describe the various rights and obligations of depositories, participants, issuers and beneficial owners. 6
Or
b. State the features of SEBI (intermediaries) Regulation, 2008.
