

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. **6**
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. **6**
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. **6**
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. **6**
