

**PARUL UNIVERSITY**  
**FACULTY OF COMMERCE**  
**B.Com.(Hons) Winter 2019 – 20 Examination**

Semester:3

Subject Code: 16101203

Subject Name: Money Market &amp; Capital Market

Date:04/12/2019

Time:10:30 AM TO 01:00 PM

Total Marks: 60

**Instructions:**

1. All questions are compulsory.
2. Figures to the right indicate full marks.
3. Make suitable assumptions wherever necessary.
4. Start new question on new page.

**Q.1 Do as directed.****A) Multiple choice type questions. (Each of one mark)****(06)**

1. \_\_\_\_\_ is a process of admitting securities for trading on recognized stock exchange.
 

a) Incorporating	b) Listing
c) Admitting	d) None
2. Full form of SAT:
 

a) Small Appellate tribunal	b) Securities Actual Time
c) Securities Appellate tribunal	d) None of the above
3. \_\_\_\_\_ cost are observable and measurable.
 

a) Normal cost	b) Implicit cost
c) Explicit cost	d) Direct cost
4. Forming a budget is a function of \_\_\_\_\_.
 

a) Department of economic affairs	b) Capital Market division
c) Ministry of corporate affairs	d) SEBI
5. Right shares are offered to \_\_\_\_\_ shareholders.
 

a) New	b) Both
c) Existing	d) None
6. To be appointed as registrar, registration with \_\_\_\_\_ is essential.
 

a) SEBI	b) IDBI
c) RBI	d) NABARD

**B) Definitions / One-liners / Terms. (Each of one mark)****(06)**

1. What is secondary market?
2. What is primary market?
3. What is capital protection oriented scheme?
4. Who is anchor investor?
5. What is transaction cost?.
6. What is liquidity?

**Q.2 Numerical / Short Note Questions. (Each of 04 mark)****(12)**

1. Explain investment institutions: LIC, UTI & GIC.
2. List types of private equity.
3. Explain types of American Depository receipts.

**Q.3 Answer the following. (Any Three)****(18)**

1. Explain Securities Contract act, 1956.
2. State the functions of stock exchange.
3. Explain the players in the new issue Market?
4. What are the advantages of primary market?

**Q.4 Answer the following. (Any two)****(18)**

1. List types of mutual fund schemes.
2. List types of angle fund.
3. What is the role of capital market in capital formation?