

FIFTH SEMESTER (CBCSS—UG) DEGREE EXAMINATION  
NOVEMBER 2023

Economics

ECO 5B 09—ECONOMICS OF CAPITAL MARKET

(2019 Admission onwards)

Time : Two Hours and a Half

Maximum : 80 Marks

**Section A**

*Short Answer Questions.*

*Maximum marks in this Section is 25.*

*Students can attempt all questions.*

*Each question carries a maximum of 2 marks.*

1. Meaning and examples of financial assets.
2. Debt vs equity.
3. FCCB.
4. Euro issue.
5. Debenture.
6. Listing of shares.
7. Process of book building.
8. NSDL and CSDL.
9. Advantages of mutual funds.
10. E-IPO.
11. Functions of SEBI.
12. Gilt-edged securities.
13. Lead manager.
14. FDI and FPI.
15. Advantage of demat shares.

Turn over

## Section B

*Short Essay / Paragraph Questions.*  
*Maximum marks in this Section is 35.*

*Students can attempt all questions.*  
*Each question carries a maximum of 5 marks.*

16. Define new issue market. What are the intermediaries in new issue market?
17. Differentiate between GDRs and ADRs.
18. Prepare a note on stock market index in abroad.
19. What are the major weaknesses of Indian financial system?
20. Define debentures. What are the different types of debentures?
21. What is the difference between FII and DII? What are FII and DII in option trading?
22. Evaluate the functions of Over the Counter Stock Exchange.
23. What are convertible and non-convertible bonds? Give examples.

## Section C

*Long Essay Questions.*

*Answer any two questions.*

*Each question carries a maximum of 10 marks.*

24. Examine the relationship between financial system and economic development.
25. Examine the functions of primary market. What are the methods of floating new issues?
26. What are the functions of stock exchanges in India? Write on the functions of BSE.
27. Explain the structure of Indian capital market. What are the instruments in the capital market?

(2 × 10)