

**Goa Vidyaprasarak Mandal's  
GOPAL GOVIND POY RAITURCAR COLLEGE OF COMMERCE AND  
ECONOMICS, PONDA- GOA  
B.COM. CBCS (SEMESTER-III) EXAMINATION, OCTOBER 2019  
INDIAN CAPITAL MARKETS (GE 3)**

**Duration: 2 Hours**

**Marks: 80**

**Instructions:**

1. All questions are compulsory.
2. Answer **any four** sub-questions in Question 1 and Question 2 in **not more than 100 words each**.
3. Answer Question no. 3 to Question no. 6 in **not more than 400 words each**.
4. Figures to the right indicate maximum marks to the questions.

**Q1. (4x4=16)**

- a. Explain the meaning of the term Securities.
- b. What is an IPO?
- c. Explain the types of investors in the primary market. (Any two)
- d. List the steps involved in the process of listing of securities in the secondary markets.
- e. Explain the role of the clearing house in the Indian stock exchange
- f. Explain any two key concepts associated with derivatives.

**Q2. (4x4=16)**

- a. Write a short note on participants in the capital markets (any one).
- b. What is private placement?
- c. Explain any two functions of merchant banks.
- d. What are the advantages of listing of securities to investors?  
(Any two)
- e. Explain any two types of derivative products.
- f. Write a short note on hedging and risk management.

**Q3. (12)**

- a. Explain the structure of the securities market with the help of a diagram.

**OR**

- b. What are the reforms in the Indian Capital Markets? (Explain any six)

**Q4. (12)**

- a. Explain the functions of the primary market (any six).

**OR**

- b. Explain the public issue process in the primary market.

**Q5. (12)**

- a. Explain the structure of the secondary market.

**OR**

- b. Explain the various rights and obligations of investors in the secondary market.

**Q6. (12)**

- a. Explain the structure of the derivative markets.

**OR**

- b. What are the benefits and risks associated with derivatives?