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SYBAF  
OP3AEZ

march 2016

Fin. Mkt.  
Operations

- b) State whether the following statements are true or false (any- 8) 7M
- 1) T-Bills are issued at a discount and are redeemed at face value on maturity
  - 2) Pre-settlement risk is the risk of loss due to a counter party defaulting on a contract after the life of a transaction
  - 3) Basis = cash price – futures price
  - 4) Commodities futures could be settled physically
  - 5) Sponsored DRs also come in three different types
  - 6) BSE granted permanent recognition on 1957
  - 7) If a person is a “bull”; then they expect prices to rise
  - 8) Commodity futures traders are required to deposit high margins
  - 9) The default premium decreased with default risk
  - 10) Speculators handle transactions on a commission basis for their brokers
- Q2 a)** What are the types of money market instruments? 8M
- b)** Explain determinants of interest rate 7M
- OR**
- a)** What are the important of the development of the corporate debt market? 8M
- b)** State valuations of bonds in detailed. 7M
- Q3 a)** Who are the regulatory in Indian capital and debt market? 15M
- OR**
- a)** What are the benefits of stock exchange? 8M
- b)** State members in stock exchange? 7M
- Q4 a)** Define globalization? And its impact on capital market? 15M
- OR**
- a)** State forward market commission. 8M
- b)** What are the characteristic of commodity market? 7M
- Q5 a)** What are advantages and disadvantage of derivatives? 8M
- b)** Define derivatives? Who are the participants in derivatives? 7M
- OR**
- Q5** Write short notes on any three of the following :- 15M
- a) NSCCL
  - b) Counter party risk
  - c) Forward contract
  - d) Offer for sale
  - e) Euro bond market

OP3AEZ

TIME: 2.5HRS

MARKS: 75

- INSTRUCTIONS:** 1. All questions are compulsory, subject to internal options.  
2. Figures to the right indicate marks

**Q1 a)** Fill in the blank (any 8)

8M

- 1) Yield to maturity \_\_\_\_\_
  - a) Is current price of a bond
  - b) Is coupon payment of a bond
  - c) Is related to price of a bond
- 2) The debt market in India consist of mainly two categories \_\_\_\_\_
  - a) G-sec markets
  - b) Bond market
  - c) Both (a) & (b)
- 3) The external factor that affects the industry as a whole is termed as \_\_\_\_\_ risk in capital market analysis.
  - a) Systematic
  - b) Unsystematic
  - c) Both (a) & (b)
- 4) \_\_\_\_\_ are dealers who purchase and sell securities on their own names.
  - a) Jobbers
  - b) Sub-brokers
  - c) Tarawaniwalas
- 5) \_\_\_\_\_ is regulatory body for commodities market
  - a) NMCE
  - b) NCDEX
  - c) FMC
- 6) A put option contains the rights to \_\_\_\_\_ a future contracts
  - a) Purchase
  - b) Sell
  - c) None of the above
- 7) \_\_\_\_\_ may be defined as the uncertainty of returns
  - a) Credit risk
  - b) Risk
  - c) Price risk
- 8) Which type of ADR is the most difficult to issues
  - a) Level I
  - b) Level II
  - c) Level III
- 9) ADR stands for \_\_\_\_\_
  - a) Associated dealers receipt
  - b) American depository receipt
  - c) Both (a) & (b)
- 10) Types of depository receipt
  - a) Sponsored
  - b) Un-sponsored
  - c) Both (a) & (b)