

**576343(76)**

**676543(76)**

**M. B. A. (Third Semester) Examination,  
Nov.-Dec. 2021  
(New Scheme)**

**(Specialization : Finance Management)**

**(Management Branch)**

**WORKING of STOCK EXCHANGES**

***Time Allowed : Three hours***

***Maximum Marks : 80***

***Minimum Pass Marks : 32***

***Note : Part (a) of each unit is compulsory. Solve any two questions from part (b), (c) and (d) of each unit.***

**Unit-I**

1. (a) Name two famous stock exchange of India. 2
- (b) Describe various type of Financial Instrument available for trading in stock exchange of India. 7

[ 2 ]

- (c) What are the basic characteristics of any Investment product which a investor looks for while investing. Give examples. 7
- (d) Explain the function of depositories. 7

**Unit-II**

2. (a) What do you mean by 'Limit Order'. 2
- (b) Write short note on :
- (i) Underwriting
- (ii) Red Hearing Prospectous
- (c) Explain the initial Public offer process in detail. 7
- (d) Explain how the price of new issue security is discovered by Book Building process. 7

**Unit-III**

3. (a) How many companies stock comprises in : 2
- (i) NIFTY
- (ii) SENSEX
- (b) Comment on the construction methodology of CNXNIFTY. 7

[ 3 ]

- (c) Discuss various type of mutual fund available for investment purpose in Indi. 7
- (d) Before investing in Index fund, Investor wants to analyse the expectation of return in the fund, from the data given below : 7

Possible return (in percent) (Xi)	Probability of occurance p(Xi)
30	0.10
40	0.30
50	0.40
60	0.10
70	0.10

Find the expected return.

**Unit-IV**

4. (a) Define Derivatives. 2
- (b) Differentiate between future contract and option contract traded in India. 7
- (c) Compare Mutual Funds with Exchange Traded Fund on the following head. Composition, formation, trading, Risk expected Return Dividends. 7

- (d) Comment on the role of Security and Exchange Board of India (SEBI) in protecting Interest of Investors. 7

**Unit-V**

5. (a) Define impact cost. 2

- (b) Comment on the growth of Indian Financial Markets. 7

- (c) Discuss relevent and important Financial scam in the histroy of Indian Financial markets. 7

- (d) Explain now liquidity, Market capitalization of a security stock affect its inclusion in Index. 7

(b) Comment on the growth of Indian Financial Markets.	7
(c) Discuss relevent and important Financial scam in the histroy of Indian Financial markets.	7
(d) Explain now liquidity, Market capitalization of a security stock affect its inclusion in Index.	7