

SYFM  
415118  
2 to 4.30

Equity Mkt

75

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- N.B.: 1. All questions are compulsory.  
2. Figures to the right indicate marks.

Q1. A. Match the following: (Any 8)

8 Marks

	Column A		Column B
1	Settlement Cycle	A	Speculator
2	Law Governing Companies in India	B	Sensex
3.	Issue securities to existing shareholders	C	Companies Act
4.	Macro Economic Factor	D	Based on past data and volume
5.	Technical Analysis	E	T+2
6.	PE Ratio	F	Executes Trades on clients behalf
7.	NSCCL	G	Based on Market price and Earnings
8.	BSE	H	Settles trade for NSE
9.	Risk Taker	I	Government Interference
10.	Broker	J	Rights Issue

B. State whether True or False: (Any 7):

7 Marks

1. The Securities Contracts (Regulation) Act, 1956 was enacted by the Government of India.
2. RBI came into existence on 1<sup>st</sup> April 1935.
3. A Professional Clearing Member is also a Trading Member.
4. There are 13 clearing banks of the NSE.
5. Share prices would gradually increase during recovery conditions and fall during recession.
6. Under multiple growth model, changing growth rates are applied to different time period.
7. Resistance levels are prices where selling is thought to be strong enough to prevent prices from rising higher.
8. According to circuit breaker system of the SEBI, if market volatility crosses a certain limit, trading will be stopped for a defined time period.
9. According to technical analysis "history repeats itself".
10. RBI is the regulator of the equity markets.

Q2. (A) Define disinvestment. Explain the challenges of disinvestment.

8 Marks

(B) State the role of SEBI in regulating Indian capital market.

7 Marks

OR

C. Explain Volatility Index VIX. What are the causes of Volatility?

8 Marks

D. Explain the advantages of FDI

7 Marks

Q3. A. What is Fundamental Analysis? What are its strengths and weaknesses?

8 Marks

B. What are market related factors that affect investment decisions?

7 Marks

TURN OVER

2

OR

- |   |         |
|---|---------|
| C. What are the factors affecting share prices? | 8 Marks |
| D. Explain the IPO Process in detail.           | 7 Marks |

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|--|---------|
| Q4. A. Explain the Brownian Motion and its limitations.        | 8 Marks |
| B. Explain the three forms of the Efficient Market Hypothesis. | 7 Marks |

OR

- |   |         |
|---|---------|
| C. Explain the stochastic models in equity markets.   | 8 Marks |
| D. Explain the concept of Beta in the equity markets. | 7 Marks |

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|---|---------|
| Q5. A. Explain brokers and their duties.                                    | 8 Marks |
| B. Explain the procedure for buying and selling shares in the equity market | 7 Marks |

OR

Q5. Write short notes on: (Any three) 15 Marks

- a. Constitution of SEBI
- b. NSCCL
- c. Private Placement
- d. BSE
- e. NSE NEAT

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OR