LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

M.Com. DEGREE EXAMINATION – **COMMERCE**

THIRD SEMESTER – **NOVEMBER 2018**

16/17PCO3MC02 – INDIAN SECURITIES MARKET

Date: 25-10-2018

Time: 09:00-12:00

Dept. No.

Max. : 100 Marks

SECTION – A

Answer ALL questions: (10 x 2 = 20)

1. What do you mean by price sensitive information?
2. If a spouse is financially independent and does not consult an insider while taking trading decisions, is that spouse exempted from the definition of 'immediate relative'?
3. Who are capital market participants?
4. What is secondary market?
5. What do you mean by trading cycle?
6. What is short selling?
7. Write a short note on 'Wholesale Debt Market'.
8. Write a short note on 'NIFTY'
9. What is dematerialization of shares?
10. Write a short note on ADR and GDR.
11. Define 'Securities'.

SECTION – B

Answer any FOUR questions: (4 x 10 = 40)

12. Explain the provisions relating to prevention of insider trading as per SEBI regulations.
13. Explain the advantages of options trading.
14. Explain the SEBI guidelines on delisting of shares.
15. What are the four types of active market in capital market system? Explain with examples.
16. Write short notes on the following related to online trading:
    i)   Price conditions
    ii)   Order modification
    iii)   Order cancellation
    iv)   Order matching
    v)   Matching priority
17. Who are stock brokers? Explain their role in securities market operations.
18. What is a market index? Explain the benefits of market indices.

SECTION – C

Answer any TWO questions: (2 x 20 = 40)

19. Explain the process of clearing and settlement adopted by NSE for equity trades.
20. What are the various options trading strategies used by investors and speculators? Give examples.
21. Explain the functions of secondary market.
22. What are the advantages and disadvantages of online trading? Explain with examples.

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