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PG/1st Sem /COM/25

2025

M.COM. 1st Semester Examination

COMMERCE

Paper : COMC402X0

(Financial Markets)

Full Marks : 50 Time : Two Hours

The figures in the margin indicate full marks. Candidates are required to give their answers in their own words as far as practicable.

Unit-I

Answer any *two* questions : 5×2=10

1. (a) Explain the functions of financial markets in promoting economic development in India.

   (b) Why is prospectus issued by a company? How is price of issue of shares determined by the company? 2+3

   (c) Discuss briefly the role of SEBI as financial regulators.

P.T.O.

Answer any ***one*** question : 10×1=10

2. (a) (i) What are the benefits that have been derived from dematerialization of shares? Discuss.

(ii) Which method of trading of shares is most speculative and why?

(iii) How does an option trading reduce the risk in trading? Discuss. 4+3+3

(b) (i) Explain the features of the money market in India. How does it contribute to the financial system?

(ii) Explain the concept of Commercial Paper. Examine the role of Commercial Paper in meeting the short-term financing needs of corporate entities. (2+3)+(2+3)

Unit - II

Answer any ***two*** questions : 5×2=10

3. (a) What is zero-coupon bond? Is there any difference of this bond with deep discount fond? Discuss.

(b) Briefly discuss the impact of FinTech on Financial Markets. Mention the key challenges associated with FinTech. 3+2

(c) Distinguish between Foreign Portfolio Investment and Foreign Direct Investment.

Answer any *one* question : 10×1=10

4. (a) Discuss the various types of G-Sec instruments having been issued in India mentioning their brief features.

   (b) (i) Analyse the significance of Foreign Direct Investment (FDI) in India's economic growth and financial market development.

   (ii) Explain the concept of blockchain technology and discuss its features and applications in financial markets. 5+(2+3)

Internal Assessment : 10 marks