FIFTH SEMESTER B.Com./B.B.A. DEGREE EXAMINATION NOVEMBER 2020

(CUCBCSS—UG)

B.B.A.

BBA VB 11—FINANCE SPECIALIZATION II—INVESTMENT MANAGEMENT

Time : Three Hours   Maximum : 80 Marks

Part I

Answer **all** *questions.*
Each question carries 1 *mark.*

Choose the correct answer :

1. ——— are instruments which entitle the holder to buy an equity at concessional rate.

    (a) Bonds.

    (b) Coupon.

    (c) Warrants.

    (d) Flexi bond.

2. ——— is a promises to a shareholder to pay dividend at a future date.

    (a) Scrip dividend.

    (b) Bond dividend.

    (c) Ex divend.

    (d) Cum dividend.

3. ——— is a method of increasing the number of shares of outstanding.

    (a) Surrender of shares.

    (b) Consolidation of shares.

    (c) Stock split.

    (d) Reverse split.

4. Bill drawn for mutual indebtness is called ———.

    (a) Commercial Bill.

    (b) Accommodation Bill.

    (c) Clean Bill.

    (d) Supply Bill.

5. The device adopted to make profit out of the difference in price of a security in two diffrent market is called ———.

    (a) Cornering.

    (b) Arbitrage.

    (c) Odd lots.

    (d) Market Lots.

Turn over

Fill in the blanks :

6. Under financial derivatives ———— are in the nature of long term agreements.

7. Discount and fiance house of india was set up in the year ————.

8. ———— market is a market for dealing in unlisted securities.

9. An option which gives the holder the right to buy an underlying asset is called ————.

10. The market for already issued securities are called ———— market.

(10 × 1 = 10 marks)

Part II (Short Answer Questions)

*Answer at least **five** questions.*
Each question carries 4 marks.
All questions can be attended.
Overall Ceiling 20.

11. What are the sources of risk ?

12. What is industry analysis ?

13. What are the basic assumptions of technical analysis ?

14. What is the importance of depositories in Indian capital market ?

15. What do you mean by "NEAT".

16. What are the types of systematic risk ?

17. What is certificate of Deposit ?

18. Point out different money market instruments.

19. What is secondary market ?

20. What are Derivatives ?

(5 × 4 = 20 marks)

Part III (Short Essay Questioner)

*Answer at least **four** questions.*
Each question carries 8 marks.
All questions can be attended.
Overall Ceiling 32.

21. Explain the NSE's on-line trading system.

22. Differentiate between primary market and secondary market.

23. Who are the participants in Indian money market ?

24. Explain different stages of portfolio management.

25. Explain about fundamental analysis.

26. What are the features of Indian money market ?

27. Differentiate between futures and forwards.

28. Explain about commercial papers.

(4 × 8 = 32 marks)

Part IV (Essay Questions)

Answer any **one** *question.*
The question carries 18 *marks.*

29. Explain the different investment avenues.

30. Explain the functions of stock exchange.

31. Briefly explain about the structure of mutual funds.

(1 × 18 = 18 marks)