

(Please write your exam roll no.)

Exam Roll No.....

END TERM EXAMINATION

FIFTH SEMESTER [BCOM(HONS)] DECEMBER 2024

Paper Code: BCOM309

Subject: Capital Market Operations

Time: 03:00 Hours

Maximum Marks:75

Note: Attempt any five questions of the following. All questions carry equal marks.

- Q1 What is a capital market? What functions does it serve in an economy? Which reforms have been initiated in the Indian capital market in the previous few decades?
- Q2 What is the meaning of a benchmark index? How is it computed? State the process of index creation in detail.
- Q3 What are margins in capital market trading, and how do they function in the stock market? Explain the different types of margin requirements for traders and investors.
- Q4 What is the retail debt market in India, and how does it provide an investment opportunity for retail investors?
- Q5 What is the process of clearing and settlement of trades in the Indian capital market? How does the role of clearing corporations ensure the integrity of trade settlements?
- Q6 How does the Stock Exchange handle situations when an investor fails to deliver the securities on the settlement date? What are the consequences of such failures for the investor and the market?
- Q7 Explain the key provisions of the Depositories Act related to the establishment and operation of depositories in India. How do depositories like NSDL and CDSL function?
- Q8 Explain the concept of "grey market premiums" and how they influence the pricing of IPOs before they are officially listed on the stock exchange. Discuss the risks associated with grey market trading for retail investors.

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