KAMARAJ COLLEGE (Autonomous)

Accredited with A+ Grade by NAAC
(Affiliated to Manonmaniam Sundaranar University, Tirunelveli)
THOOTHUKUDI – 628 003

(5 Pages) **Reg. No: ……………………………………………**

Question. Code No : 25E00406 **Sub Code : 24USCO22/24USBE22**
25USBF22/24USCR22

UG Degree - End Semester Examinations, April 2025

Second Semester

B. COM /B.Com BANKING AND E-COMMERCE/B.Com BANKING AND FINANCE / B.Com CORPORATE SECRETARYSHIP

SEC - Stock Market Operations

(For those who joined in July 2024 onwards)

Time : 3 Hours **Maximum : 75 Marks**

PART - A (10 × 1 = 10 Marks)

Answer ALL Questions
Choose the correct answer :

1. When the National Stock Exchange (NSE) was established in India?

   (a) 1990 (b) 1992

(c) 1998 (d) 2000

2. Which of the following securities can be converted into stock?
   (a) Convertible Bond (b) Common Stock
   (c) Treasury Bill (d) Money Market Fund

3. Which of the following is a function of a Lead Manager in a public offering?
   (a) To guarantee the sale of securities
   (b) To organize the book-building process and ensure compliance with regulations
   (c) To issue the shares on behalf of the company
   (d) To provide loans to the company

4. Which of the following does the company directly sell shares to the public for the first time?
   (a) IPO (b) FPO
   (c) OFS (d) Bonus issue

5. Which type of broker typically allows clients to trade directly through online platforms without intermediary support?
   (a) Full-Service Broker (b) Discount Broker
   (c) Online Broker (d) Institutional Broker

6. When was the Securities and Exchange Board of India (SEBI) established?
   (a) 1988 (b) 1992

(c) 1985 (d) 1995

7. Which of the following is NOT a type of order in the securities market?
   (a) Market Order (b) Limit Order
   (c) Stop-Loss Order (d) Buy-Back Order

8. Which of the following is a regulatory function of SEBI in the securities market?
   (a) Regulating the activities of insurance companies (b) Approving IPO prices
   (c) Providing loans to traders (d) Issuing tax guidelines

9. Who is responsible for ensuring the safekeeping of securities in demat form?
   (a) SEBI
   (b) Stock exchanges
   (c) Depository participants
   (d) Custodian of securities

10. Which of the following is a depository in India?
   (a) National Securities Depository Limited (NSDL)
   (b) Central Depository Services Limited (CDSL)
   (c) Both A and B
   (d) Bombay Stock Exchange (BSE)

PART – B (5X5=25 Marks)

Answer ALL Questions choosing either (a) or (b).

Answer should not exceed 250 words.

11. (a) Summarize the features of stock exchange.

(OR)

(b) Define risk and return.

12. (a) Outline the functions of primary market.

(OR)

(b) Illustrate Primary market Vs Secondary market.

13. (a) Describe the functions of secondary market.

(OR)

(b) Explain the benefits of online trading.

14. (a) Interpret the overview of SEBI.

(OR)

(b) Explain the powers of SEBI.

15. (a) Write the importance of demat account.

(OR)

(b) Outline the benefits of demat account.

PART – C (5 X 8 = 40 Marks)

Answer ALL Questions choosing either (a) or (b).
Answer should not exceed 500 words.

16. (a) List out the types of risks.

(OR)

(b) Explain the development of securities market in India.

17. (a) Write a note on Initial Public Offering (IPO).

(OR)

(b) Explain ASBA.

18. (a) Differentiate online trading with offline trading.

(OR)

(b) Outline the trading procedure in stock exchange.

19. (a) Illustrate the types of intermediaries in stock exchange.

(OR)

(b) Describe the Securities Contract Regulation Act.

20. (a) How does a demat account work?

(OR)

(b) Interpret the documents required to open demat account.