

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 : 25E00104

Sub Code : 24USEC21

UG Degree - End Semester Examinations, April 2025

Second Semester

B.A. ECONOMICS

SEC - Economics for Investors

(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. The two types of investment alternatives are
 - (a) Financial assets & Real assets
 - (b) Shares and Debentures
 - (c) Bank and Profit deposits
 - (d) None of these

2. The connection between investors and debtors is called ____
- (a) Market (b) Financial Market
(c) Electronic Market (d) None of these
3. Which investment avenue involves buying shares of companies?
- (a) Real Estate (b) Equities
(c) Mutual Funds (d) Bonds
4. Which investment avenue involves debt instruments issued by goods or corporation?
- (a) Real Estate (b) Bonds
(c) Mutual Funds (d) Gold
5. Long - term loans & Securities are deals in _____market.
- (a) Money (b) Investment
(c) Capital (d) Gold
6. Which of the following is NOT a part of Capital Market?
- (a) Borrowing (b) Disinvestment
(c) Tax (d) None
7. _____ is a compulsory payment by the people.
- (a) Fees (b) Fines
(c) License (d) Tax
8. 'Exchange control manual' is published by _____
- (a) FTPB

(b) GOI – Department of Commerce

(c) SEBI

(d) RBI

9. Variability in the rate of return is known as

(a) Risk

(b) Interest

(c) Return

(d) Volatility

10. The measurement of potential gains against potential loss is called_____

(a) Risk Rewarding

(b) Risk taking

(c) Risk aversion

(d) Risk avoidance

PART – B (5 X 5 = 25 Marks)

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

Answer should not exceed 250 words.

11. (a) Mention the Importance of Savings.

(OR)

(b) How Income and Wealth be Distributed?

12. (a) What do you mean by traditional Investment?

(OR)

(b) State the concept Direct Investment.

13. (a) Write short notes on Primary and secondary market.

(OR)

(b) State the meaning of Share Market.

14. (a) Define Economic Growth.

(OR)

(b) What is global Recession?

15. (a) What is Capital Gain?

(OR)

(b) What is meant by Asset Accumulation?

PART - C (5 X 8 = 40 Marks)

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

Answer should not exceed 500 words.

16. (a) Explain the role of savings and Investment in the economic development of country.

(OR)

(b) Elucidate the Equitable Distribution role.

17. (a) Elucidate the Types of Exchange Traded Funds.

(OR)

(b) Define Portfolio investment and explain its merits and demerits.

18. (a) Explain the various types of Money Market.

(OR)

(b) Describe the Functions of Share Market.

19. (a) Give a note on

- (i) National Income
- (ii) Per Capita Income
- (iii) Unemployment
- (iv) Taxes.

(OR)

(b) What you know about Global Recession explain.

20. (a) Spell out the Benefits of Risk Distribution.

(OR)

(b) Write a note on Asset Accumulation and Asset Management.