

(6 pages)

Reg. No. :

Code No. : 20940 E Sub. Code : ESEC 21

B.A. (CBCS) DEGREE EXAMINATION,
NOVEMBER 2024.

Second Semester

Economics

Skill Enhancement Course – ECONOMICS FOR
INVESTORS

(For those who joined in July 2023 onwards)

Time : Three hours

Maximum : 75 marks

PART A — (10 × 1 = 10 marks)

Answer ALL questions.

Choose the correct answer :

1. Employment of funds on assets to earn a return is known as
 - (a) Loan
 - (b) Investment
 - (c) Liability
 - (d) Assets
2. _____ refers to the money received by an individual over a specific period.
 - (a) Income
 - (b) Wealth
 - (c) Mutual fund
 - (d) Savings
3. Traditional investments included _____.
 - (a) Bonds
 - (b) Cash
 - (c) Real estate
 - (d) All of these
4. An investor invest in assets is known as a _____.
 - (a) Securities
 - (b) Block of asset
 - (c) Portfolio
 - (d) None of the above
5. Which of the following do not comprise money market securities?
 - (a) Commercial Paper
 - (b) Certificate Deposit
 - (c) Treasury Bills
 - (d) National Saving Certificate
6. In which market do the investment bankers operate?
 - (a) Primary market
 - (b) Secondary Market
 - (c) Money Market
 - (d) Commodities Market

7. Economic growth can be measured by
(a) PCI (b) NNP
(c) GDP (d) MPC
8. What is HDI rank of India in 2023?
(a) 128 (b) 131
(c) 132 (d) 140
9. Who will be interested in the cash flow statement of a company?
(a) The directors of a company
(b) The shareholders of a company
(c) The potential inverters of the Company
(d) All of the above
10. The formula for risk reward ratio is _____.
(a) Potential Risk in Trading/Expected Rewards
(b) Expected Rewards/Potential Risk in Trading
(c) Both (a) and (b)
(d) None of these

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PART B — (5 × 5 = 25 marks)

Answer ALL questions, choosing either (a) or (b).

Each answer should not exceed 250 words.

11. (a) Write a short note on Saving and Investment.
Or
(b) Explain the concepts of Income and Wealth.
12. (a) Discuss the different types of Investment.
Or
(b) Write a note on Mutual Funds
13. (a) Compare Primary and Secondary Market.
Or
(b) Give a brief note on Hedging.
14. (a) Distinguish between Economic Growth and development.
Or
(b) Describe Foreign Exchange Market.

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15. (a) What is meant by Cash flow? Explain its types.

Or

(b) Mention the Points about Asset Accumulation.

PART C — (5 × 8 = 40 marks)

Answer ALL questions, choosing either (a) or (b).

Each answer should not exceed 600 words.

16. (a) Describe the importance of Saving.

Or

(b) Explain the Distributional role of Investment.

17. (a) Discuss the traditional Investment Instruments.

Or

(b) Analyse the Portfolio Investments Components.

18. (a) Discuss the functions of Money Market.

Or

(b) Explain the Instruments of Capital Market.

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19. (a) Write a note on :

(i) National income

(ii) Per capita income

(iii) Unemployment.

Or

(b) What are the factors influences in International economic environment?

20. (a) Explain the importance of Capital gain Investment Strategy.

Or

(b) Write a note on asset accumulation and asset management.

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