

**2018**  
**CAPITAL MARKETS**

Marks: 70

Time: 3 hours

**General instructions:**

- i) *Approximately 15 minutes is allotted to read the question paper and revise the answers.*
- ii) *The question paper consists of 24 questions. All questions are compulsory.*
- iii) *Marks are indicated against each question.*
- iv) *Internal choice has been provided in some questions.*

**N.B:** *Check that all pages of the question paper is complete as indicated on the top left side.*

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|-----|--------------------------------------------------------------------|------------------|
| 1.  | Define volatility index.                                           | <b>1</b>         |
| 2.  | What does direct market access allow the brokers?                  | <b>1</b>         |
| 3.  | Who is an authorized person?                                       | <b>1</b>         |
| 4.  | Define contract note.                                              | <b>1</b>         |
| 5.  | What is a snap quote?                                              | <b>1</b>         |
| 6.  | Name any two types of participants in the auction market.          | <b>1</b>         |
| 7.  | Define insider trading.                                            | <b>1</b>         |
| 8.  | What does net profit ratio measure?                                | <b>1</b>         |
| 9.  | Explain any two key indicators of securities market.               | <b>2</b>         |
| 10. | Mention the two types of deposit requirements.                     | <b>2</b>         |
| 11. | State any two benefits of cross margining on off setting position. | <b>2</b>         |
| 12. | Who are beneficiary owner and registered owner?                    | <b>2</b>         |
| 13. | State any two tools for analyzing financial statement.             | <b>2</b>         |
| 14. | Explain the types of market segment with their products.           | <b>4</b>         |
| 15. | State any four eligibilities to become a stock broker.             | <b>4</b>         |
| 16. | What is the purpose of MBP? State the special features of MBP.     | <b>1 + 3 = 4</b> |

17. Explain the procedures for shifting of clearing account from one clearing bank to another. **4**
18. Explain any four types of obligation reports downloaded for clearing members. **4**
19. State the prohibitions for dealing in securities under SEBI Regulations, 2003. **4**
20. Explain the various measures to calculate return on shareholders' equity. **4**
21. **a.** State the conditions on the basis of which a trading member may be declared a defaulter. **6**  
**Or**  
**b.** Explain any six broker client relations.
22. **a.** Explain the six key features of market watch screen. **6**  
**Or**  
**b.** Explain any six supplementary functions of NEAT.
23. **a.** State any six salient features of limited physical market. **6**  
**Or**  
**b.** Explain the six trading information downloaded to trading members.
24. **a.** Explain the various miscellaneous reports downloaded in the common/clearing folder on the extranet. **6**  
**Or**  
**b.** State the features of direct payout to investors.

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