

Total number of printed pages: 2

NB/XII/FMM/1

2023

**FINANCIAL MARKETS MANAGEMENT**

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 27 questions.*
- iii) *Marks are indicated against each question.*
- iv) *Internal choice and general options has been provided in 6 marks 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. Name the two segments of securities market.                             | 1 |
| 2. Who is a sub broker?  | 1 |
| 3. Define turnover ratio.  | 1 |
| 4. Give the full form of IPF.  | 1 |
| 5. What is security sigma?   | 1 |
| 6. What is contingent claim?   | 1 |
| 7. Define unsystematic risk.   | 1 |
| 8. When do arbitrage opportunities arise?                                  | 1 |
| 9. Write any two benefits of a trading member at NSE.                      | 2 |
| 10. State any two special features of outstanding orders.                  | 2 |
| 11. Name the two types of settlement.                                      | 2 |
| 12. State the two types of capital gains.                                  | 2 |
| 13. Write any two limitations of forward contracts.                        | 2 |
| 14. Mention four points a trading member should ensure on a contract note. | 4 |
| 15. Explain any four features of password.                                 | 4 |

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| 16. | Write any four special features of order status.           | 4 |
| 17. | Explain four types of order book in the NEAT system.       | 4 |
| 18. | Write any four functions of a clearing bank.               | 4 |
| 19. | Mention the prohibition of certain dealings in securities. | 4 |
| 20. | Explain the types of derivative contracts.                 | 4 |

Answer any **three** from question No. 21 to 26

**3 x 6 = 18**

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|-----|--|--|
| 21. | Explain any six reforms in Indian securities market.                                   |  |
| 22. | Write any six consequences of expulsion of a trading member.                           |  |
| 23. | Explain the regular lot matching.  |  |
| 24. | Discuss any six features of user order value limit.                                    |  |
| 25. | Explain any six salient features of direct payout to investor.                         |  |
| 26. | Explain the problems pertaining to securities settlement.                              |  |
| 27. | <b>a.</b> What is forward contract? Explain the salient features of forward contracts. |  |

**1+5=6**

**Or**

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|-----------|--|-----|
| <b>b.</b> | Explain any six futures terminologies. | (6) |
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