LOYOLA COLLEGE (AUTONOMOUS) CHENNAI – 600 034

U.G. DEGREE EXAMINATION – ALLIED

FOURTH SEMESTER – **APRIL 2025**

UCO 4403 – STOCK MARKET OPERATIONS

Date: 06-05-2025   Dept. No.   Max. : 100 Marks
Time: 09:00 AM - 12:00 PM

	SECTION A - K1 (CO1)	
	Answer ALL the Questions	**(10 x 1 = 10)**
1.	**Choose** the correct answer	
a)	An offer document for rights issue is called as _____. (a) 1Prospectus (b) Letter of Offer (c) Draft Offer Document (d) Abridged Prospectus	
b)	In QIB Route, at least ____% of the net offering is allocated to qualified institutional buyers (a) 15 (b) 25 (c) 50 (d) 75	
c)	Sensex is a _____ weighted index (a) Equal (b) Value (c) Price (d) Regular	
d)	If the 10% Circuit Limit Trigger is reached between 1 PM and 2:30 PM, what happens? (a) Trading stops for 15 minutes (b) Trading stops for 45 minutes (c)Trading continues without any halt (d) Trading stops for the rest of the day	
e)	_____ Risk is the risk of loss because a contract cannot be enforced due to insufficient Documentation. (a) Credit (b)Market (C) Operational (d) Legal	
2.	**Fill in the blanks**	
a)	_____issue is when a company gives additional shares to its existing shareholders for free, based on the number of shares they already hold.	
b)	The difference between the ceiling price and the floor price should not exceed _____	
c)	_____ is an illegal practice of artificially manipulating the price of a security, to deceive investors, create false demand, or manipulate supply.	
d)	_____ is the oldest stock exchange in the world	
e)	Exchanging fixed interest rate payments for floating rate payments is called as_____	

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	SECTION A - K2 (CO1)
	Answer ALL the Questions (10 x 1 = 10)
3.	State **True or False**
a)	Insider Trading is a systematic scheme run by high frequency traders and brokers in order make profits from the panic of common people.
b)	A share transfer agent maintains records of security holders on behalf of the company.
c)	Scalping trading method involves buying and selling within the same week.
d)	In Profitability Route, the company should have net tangible assets of at least Rs 3 crores in each of the three preceding years.
e)	Credit risk is one side in a forward contract
4.	**Match the following**
a)	NSE - 1. IPO
b)	CDSL - 2. Money Market
c)	QIB Route - 3. Coupon Rate
d)	Commercial Papers - 4. Nifty
e)	Bonds - 5. Depository

SECTION B - K3 (CO2)	
Answer any TWO of the following in 100 words each.	**(2 x 10 = 20)**
5.	Describe the various segments of the Indian Financial Market.
6.	Explain in detail the different index construction methods.
7.	Elucidate the circumstances involved in delisting of securities
8.	Distinguish between BSE and NSE

SECTION C – K4 (CO3)	
Answer any TWO of the following in 100 words each.	**(2 x 10 = 20)**
9.	Explain in detail the risks involved in derivatives market.
10.	Distinguish between primary and secondary market.
11.	Describe the organizational structure of SEBI
12.	Explain the risk management measures followed in stock exchanges

SECTION D – K5 (CO4)	
Answer any ONE of the following in 250 words	**(1 x 20 = 20)**
13.	Explain in detail the different categories of Forward based derivatives.
14.	Elucidate the powers and functions of SEBI

SECTION E – K6 (CO5)	
Answer any ONE of the following in 250 words	**(1 x 20 = 20)**
15.	Illustrate the steps involved in listing of securities
16.	Explain in detail the functions of various financial intermediaries in a secondary market

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