

Name:
Enrolment No:



UNIVERSITY WITH A PURPOSE

UNIVERSITY OF PETROLEUM & ENERGY STUDIES

End Semester Examination (Online) – May, 2021

Program: B Com LLB (Hons)
Subject/Course: Investments in Stock Markets
Course Code: CLNL1042

Semester: II
Max. Marks: 100
Duration: 3 Hours

Section A

1. Each question carries 5 marks.
2. Instructions- Select the correct answers.

S No	Question	CO
Q1	The markets in which new securities are issued by the corporations to raise funds are called (A) Primary Markets (B) Secondary Markets (C) Gross Markets (D) Proceeds Markets	CO1
Q2	Which of the following is not among the investment objective? A) Risk-return balance B) Tax incentives C) Speculation D) Safety and liquidity	CO1
Q3	Speculation and gambling are same. A) True B) False	CO1
Q4	To regulate scam in Indian capital market, which of the following body has regulatory power A) SEBI B) RBI C) SBI D) IRDAI	CO1
Q5	Which of the following is not the characteristics of investments? E) Arbitrage F) Risk G) Return H) Safety	CO2

Q6	Debt securities are safe in comparison to equities. A. False B. True	CO2
Section B		
1. Each question carries 10 marks. 2. Instructions: Write short answers.		
Q7	Explain the role of savings and investments in economy.	CO2
Q8	Write a note on money market, and capital market.	CO2
Q9	Investment is commitment of funds made in expectation of some positive rate of return. If the investment is properly undertaken, the return will commensurate with the risk the investor assumes". With the help of this statement Define the term Investment. What factors should an investor consider while making investment decision?	CO3
Q10	Explain the need for planning and development of financial instruments.	CO3
Q11	"Stock Exchange are market places where securities that have been listed thereon may be sold for either investment or speculation". In the light of this statement, define Stock Exchange. What type of functions are performed by the Stock Exchange?	CO3
Section C		
1. Each question carries 20 marks. 2. Show all the steps in calculating the required values until three decimal places.		
Q12	Assume you are an intern at XYZ Ltd and your manager has asked you to prepare report on trading ring, online trading, and investor protection. Draft a response to your manager and mention required relevant points. OR Suppose you are working for ABC Ltd and your manager has asked you to prepare a presentation covering key legal provisions from Companies Act, 2013 and Securities Contract Regulation Act, 1956. Draft a response for the presentation.	CO4