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(Pages : 2)

Name.....

Reg. No.....

**FIFTH SEMESTER (CBCSS—UG) DEGREE EXAMINATION  
NOVEMBER 2025**

Economics

ECO 5B 09—ECONOMICS OF CAPITAL MARKET

(2019 Syllabus)

Time : Two Hours and a Half

Maximum : 80 Marks

**Section A (Short Answer Questions)***Maximum marks in this Section is 25.**Students can attempt **all** questions.**Each question carries a maximum of 2 marks.*

1. Zero coupon debentures.
2. Rights issue.
3. Nikkei.
4. Role of underwriter.
5. Demat account.
6. Financial markets.
7. Lead managers.
8. Pure prospectus method.
9. Redeemable and non redeemable shares.
10. Book building method.
11. Bombay Stock Exchange.
12. Euro issue.
13. Blue chip stocks.
14. Employee Stock Ownership Plan.
15. IPO procedure.

**Turn over**

**Section B (Short Essay/Paragraph Questions)**

*Maximum marks in this Section is 35.*

*Students can attempt **all** questions.*

*Each question carries a maximum of 5 marks.*

16. Explain the characteristics and types of capital markets.
17. Examine the causes for poor performance of new issues market.
18. Prepare a note on debenture trustee.
19. Discuss the methods of floating of new issue of shares.
20. Distinguish between primary market and secondary market.
21. Prepare a note on NSE and NSDL.
22. Discuss the objectives and functions of SEBI.
23. Evaluate relationship between financial system and economic development.

**Section C (Long Essay Questions)**

*Answer any **two** questions.*

*Each question carries a maximum of 10 marks.*

24. Explain the meaning of financial system. What are the main functions of the financial system ?
25. What are the features of primary market ? Explain the functions of primary market.
26. Discuss the meaning and functions of depository system.
27. Analyze the structure of Indian capital market. Explain various capital market instruments.

(2 × 10 = 20 marks)