

00276

**MANAGEMENT PROGRAMME /
POST GRADUATE DIPLOMA IN FINANCIAL
MARKETS PRACTICE**

Term-End Examination

June, 2017

MFP-001 : EQUITY MARKETS

Time : 3 hours

Maximum Marks : 100

Note : (i) Attempt any five questions.

(ii) All questions carry equal marks.

1. What are Equity Shares ? Discuss the features that are specific to equity shares. What are the advantages and disadvantages of equity share capital ?
2. Explain the concept and significance of underwriting. Discuss the conditions which are to be fulfilled by syndicate members while making a public issue through the Book Building Process.
3. (a) What do you understand by Rolling Settlement ? Explain its advantages and the process involved.
(b) What is the difference between 'Pledge' and 'Hypothecation' of shares ? Describe the methodology used for pledging of shares.
4. Discuss in details the Generally Accepted Accounting Principles (GAAP). Describe the role of various Institutions and organisations in the development of the Indian GAAP.

5. (a) Why do corporate's provide Dividends to investors ? Discuss about the important dates that need to be taken care of while adjusting the stock prices.
(b) How are stock prices adjusted for Stock Split and Bonus issues ?
 6. What do you understand by Dematerialisation ? Explain the features of depository system. Describe the role played by different entities involved in the depository process.
 7. What do you understand by 'Investment Styles' ? Explain the various investment styles and discuss the style determinants.
 8. Write short notes on **any four** of the following :
 - (a) Behavioral Finance
 - (b) Safety-net arrangement
 - (c) Red Herring prospectus
 - (d) Surveillance system
 - (e) Order Books
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