INDIRA UNIVERSITY, PUNE

SCHOOL OF BUSINESS- BBA

Term End Examination (2025 Pattern) April- May – 2026- Semester – II

Course Name: Basics of Stock Markets **Max. Marks: 25**
Course Code: 25BBA212T **Time: 1:30 Hours**

Instructions

- All the questions are compulsory.
- Answer according to weightage of question.
- For MCQ write your option along with answer.

Q1.	**Attempt all the questions** **(5 Marks)** **i) Which of the following is a feature of the Secondary Market?** a) Issue of new shares b) Trading of existing securities c) Raising fresh capital d) Government control only	CO1
	ii) Moving averages are primarily used to: a) Measure company profitability b) Identify price trends over time c) Analyze financial ratios d) Evaluate management efficiency	CO1
	iii) In which of the following transactions is there no transfer of ownership from issuer to investor directly? a) IPO subscription b) Rights issue c) Secondary market purchase d) Preferential allotment	CO1
	iv) A derivative derives its value from: a) Its own intrinsic worth b) An underlying asset c) Government regulations d) Market speculation only	CO1
	v) Net Asset Value (NAV) of a mutual fund is calculated as: a) Total assets ÷ total liabilities b) (Assets – Liabilities) ÷ number of units c) Total income ÷ total expenses d) Market value ÷ face value	CO1

Q2.	**Solve any 2 from the following** **(6 Marks)** a) What is a depository? Explain its functions in the financial system. b) What is technical analysis? For whom it is important state with explanation. c) What is the currency market? Explain its functions.	CO2
Q3	**Solve any 2 from the following** **(8 Marks)** a) Define financial ratios. State the applicability of ratios for fundamental and Technical analysis. b) Mr. Shubhman wants to invest for long term period . What kind of analysis he can apply for various stocks for investing in equity market? Justify your answer. c) How derivative contracts help traders in minimizing the risk, which types of derivative contracts they can use for minimizing risk.	CO3
Q4	**Solve any 1 from the following** **(6 Marks)** a) What is a mutual fund? Classify mutual fund based on risk involved in investment. b) What is secondary market? Classify various securities traded in secondary Market.	CO4

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