**ST. JOSEPH’S COLLEGE (AUTONOMOUS), BANGALORE-27**

**VI SEMESTER UG [CBCS]**

**END SEMESTER EXAMINATION,APRIL 2018**

**BCOE 4317: Fundamentals of Stock Markets**

**Time: 1 ½ Hours Max Marks: 35**

Register Number:

Date:6-03-2018 (9AM)

**This paper contains two printed pages and four parts**

**Section A**

**I Answer any five of the following (5 X 1 = 5marks)**

1. Define underwriting
2. Identify two differences between primary and secondary market
3. What are Paid up capital?
4. Give the meaning of dematerialisation
5. Expand (a) Sensex (b) Nifty
6. Mention 2 popular charts used in technical analysis
7. What do you understand by fundamentalanalysis?

**Section B**

**II Answer any one of the following (1 x 5 = 05 marks)**

1. Highlight SEBI requirement and guidelines for IPOs
2. Analysetypes of brokers and their functions in stock market

**Section C**

**III Answer any three of the following** (**1 x 10 = 10 marks)**

1. Discuss Trading & settlement mechanism in stock exchanges
2. Summarize various methods of Issuing shares

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**Section D**

IV **Compulsory Question (1 X 10 = 15 marks)**

Barbeque Nation Hospitality, which owns and operates Barbeque Nation restaurants, has steadily grown its owned and operated restaurant network from a single restaurant. The restaurant chain was founded in 2006 and had 102 outlets across the country as on March 31, 2018. In order to expand its business operations the company planning for an IPO comprising fresh issue of shares worth up to ₹200 crore, besides an offer for sale (OFS) of up to 61.79 lakh shares by the promoters. The proceeds were proposed to be used for the chain’s expansion and the repayment of its loans. Assume your firm ‘XYZ Securities’ have been appointed as lead merchant banker to initiate the IPO, in this context answer the following questions.

1. Assume the issue is through book building process, in this context answer these questions
	1. How long usually the issue is open to public? [1M]
	2. Mention categories of investors who can apply? Also mention the reservation quota available to them [2M]
	3. What is a floor price, cap price and cut off price? Give example [2M]
2. State complete procedure of issuing shares [5M]