

B.Com Sem-4 & B.A. (ASPSM) Sem-4 (SEC)

Paper: Investing in Stock Markets

Practice Questions

1. What principles should an investor keep in mind to make sound investment?
2. What is systematic risk? What are its various sources?
3. Define Stock Exchange. Stock Exchange plays an indispensable role in the Indian Economy. Comment.
4. What do you understand by the term 'Investment'? What are the features of an ideal investment decisions?
5. What is a mutual Fund? Discuss the factors affecting the choice of Mutual Funds.
6. Differentiate between open-ended and close-ended schemes of mutual funds.
7. Write short notes on the following:
 - a. Market Order and Limit Order
 - b. BSE
 - c. NSE
 - d. Book Building
 - e. Dematerialisation of Shares
 - f. Online Trading
 - g. Speculation
 - h. Primary Market and Secondary Market
 - i. Load and No-Load Mutual Funds
 - j. Net Asset Value
 - k. Equity and Debt Mutual Funds
 - l. Growth Funds and Balanced Funds
 - m. Offer for sale
8. Briefly describe various sources of financial information. What precautions an investor should take while using such information?
9. Differentiate between IPO and FPO.
10. Write a short note on CRISIL Ranking of Mutual Funds.
11. Discuss the advantages and disadvantages of Mutual Funds.
12. What is AMFI? What are the objectives of AMFI?
13. What is Financial Investment? How is it different from real investments?

14. Differentiate between active investing and passive investing. Give examples.
15. What are the main types of risks that you need to understand and manage as an investment advisor?
16. How can risk of an investment be measured?
17. Differentiate between
 - a. SENSEX and NIFTY
 - b. Money Market and Capital Market
 - c. Direct and Indirect Investment
18. Explain the role of SEBI in the Indian capital market.
19. What are the major functions performed by the SEBI?
20. Discuss how the development of mutual fund industry took place in India.