



MEASI Institute of Management

Subject Name: CAPITAL MARKET ND FINANCIAL SERVICES

Sub code: 534E71

Batch: 2025-2027

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QUESTION BANK

1. Define Indian Financial System.
2. List the major regulators of Indian Financial System.
3. What is SEBI?
4. Expand RBI and state its primary function.
5. What is IPO?
6. Differentiate between FPO and Rights Issue.
7. Explain the term 'Book Building'.
8. What is demutualization?
9. Name two major stock exchanges in India.
10. State the role of Forward Market Commission.
11. What is meant by listing of securities?
12. Define delisting.
13. What does T+2 settlement mean?
14. Explain the term 'Bad Delivery'.



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15. What is DEMAT settlement?
16. Define VAR in risk management.
17. What are circuit breakers?
18. Expand BOLT and NEAT systems.
19. Classify different types of market orders.
20. What is the purpose of stock market indices?
21. Define leasing.
22. What is hire purchase?
23. Distinguish between lease and hire purchase.
24. List any two types of leasing.
25. What is factoring?
26. Define forfaiting.
27. What is microfinance?
28. State the tax implications of leasing.
29. What is consumer credit?
30. Explain depreciation in the context of leasing.
31. What is credit rating?
32. Name two credit rating agencies in India.
33. Define securitization.
34. What is a Special Purpose Vehicle (SPV)?
35. Explain Pass Through Certificate.



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36. List the benefits of securitization.
37. What symbols are used in credit rating?
38. State the process of credit rating.
39. What is rating methodology?
40. Identify the regulatory framework for CRAs.
41. What is a depository?
42. Expand NSDL and CDSL.
43. Define depository participant.
44. List the advantages of depository system.
45. What are stock broking services?
46. State the role of depositories.
47. What are SEBI guidelines for stock brokers?
48. Mention any two contemporary issues in capital markets.
49. Classify the services provided by depositories.
50. What is the role of depository participants?

Part B - 5 Marks Questions

30 Questions (6 from each) | Bloom's Level 3 & 4



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1. Analyze the role and functions of SEBI in regulating the Indian capital market.
2. Compare the functions of primary market and secondary market.
3. Explain the book building process in detail with its advantages.
4. Examine the investor protection measures in the primary market.
5. Describe the intermediaries involved in primary and secondary markets.
6. Analyze the demutualization structure of stock exchanges in India.
7. Explain the listing procedure and requirements for BSE and NSE.
8. Describe the complete trading cycle from T+2 to final settlement.
9. Analyze the risk management systems employed by BSE and NSE.
10. Compare the different types of settlements in stock exchanges.
11. Explain the various methods of index computation with examples.
12. Examine the surveillance system and circuit breakers in Indian stock exchanges.
13. Explain the different types of leasing arrangements with examples.
14. Analyze the tax and depreciation implications of leasing.
15. Compare and contrast factoring and forfaiting as financial services.
16. Describe the legislative framework governing leasing and hire purchase.
17. Examine the role of microfinance in the Indian financial system.
18. Explain the concepts and features of hire purchase financing.
19. Describe the credit rating process for financial instruments in detail.
20. Analyze the rating methodology adopted by major credit rating agencies.
21. Explain the securitization process and the role of Special Purpose Vehicle.



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22. Compare the rating symbols used by different credit rating agencies in India.
23. Examine the benefits and issues involved in securitization.
24. Describe the legislative framework regulating credit rating agencies and securitization.
25. Explain the role and functions of NSDL and CDSL in detail.
26. Analyze the advantages of the depository system over physical holdings.
27. Describe the role of depository participants in the securities market.
28. Examine the SEBI guidelines for stock broking services.
29. Explain the contemporary developments in Indian capital markets.
30. Analyze the implications of securitization in the Indian financial scenario.

PART-C

1. Evaluate the effectiveness of regulatory framework in Indian financial system. Discuss the roles of Finance Ministry, SEBI, RBI, FMC, and IRDA in maintaining market integrity and investor protection.
2. Design a comprehensive framework for launching an IPO in India. Include the roles of intermediaries, regulatory requirements, and investor protection mechanisms.
3. Critically assess the evolution and recent trends in the Indian primary market. Propose strategies for enhancing its efficiency.



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4. Create a comparative analysis of BOLT and NEAT trading systems. Recommend improvements for better market efficiency.
5. Evaluate the impact of demutualization on the functioning of Indian stock exchanges. Support your answer with relevant examples.
6. Justify the importance of book building in price discovery mechanism. Design an optimal book building process for Indian markets.
7. Evaluate the listing and delisting procedures of BSE and NSE. Propose reforms to make the process more efficient and investor-friendly.
8. Design a comprehensive risk management framework for a stock exchange incorporating margins, VAR, circuit breakers, and surveillance systems.
9. Critically analyze the T+2 settlement cycle and its impact on market efficiency. Recommend an optimal settlement mechanism for Indian markets.
10. Create a detailed comparison of different index computation methods. Justify which method is most suitable for emerging markets like India.
11. Assess the effectiveness of surveillance mechanisms in BSE and NSE in preventing market manipulation and fraud.
12. Develop a comprehensive clearing and settlement system that addresses issues of bad delivery, short delivery, and auction processes.
13. Evaluate the role of leasing and hire purchase in promoting business growth in India. Analyze their tax and depreciation implications.
14. Design a comprehensive lease financing product for SMEs. Include provisions for tax benefits, depreciation, and regulatory compliance.
15. Critically assess the legislative framework governing leasing and hire purchase in India. Suggest improvements for better implementation.
16. Create a business model for a factoring company in India. Address the operational, regulatory, and financial aspects.



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- 17.** Justify the importance of microfinance in financial inclusion. Evaluate its impact on the Indian economy with case studies.
- 18.** Develop a comprehensive framework comparing consumer credit, factoring, and forfaiting as alternative financing mechanisms.
- 19.** Evaluate the credit rating system in India. Analyze the methodologies of different rating agencies and their effectiveness in risk assessment.
- 20.** Design a securitization structure for a pool of retail loans. Include the role of SPV, tranching, and credit enhancement mechanisms.
- 21.** Critically assess the regulatory framework governing credit rating agencies in India. Propose reforms for enhancing their credibility.
- 22.** Create a comprehensive guide for issuing Pass Through Certificates. Justify the benefits and address potential challenges.
- 23.** Assess the impact of securitization on the Indian financial system. Discuss both benefits and risks with relevant examples.
- 24.** Develop a rating methodology for a new class of financial instruments. Justify your approach with theoretical and practical considerations.
- 25.** Evaluate the role of depositories in modernizing the Indian securities market. Compare the functioning of NSDL and CDSL.
- 26.** Design an integrated framework for depository services that addresses current challenges and future requirements of the Indian capital market.
- 27.** Critically analyze the SEBI guidelines for stock broking services. Propose enhancements for better investor protection.
- 28.** Create a strategic plan for a depository participant to expand its services. Include technology, compliance, and customer service aspects.
- 29.** Assess the contemporary developments in Indian capital markets. Evaluate their implications for market efficiency and investor wealth creation.



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30. Justify the importance of depository system in the context of market safety and efficiency. Develop recommendations for future improvements.