

Roll No.....

Time allowed : 3 hours

Maximum marks : 100

Total number of questions : 6

Total number of printed pages : 4

NOTE : Answer ALL Questions.

**PART-A**

1. Attempt the following questions :

(a) The redemption price of a mutual fund unit is ₹ 48 while the front-end load and back-end load charges are 2% and 3% respectively. Compute :

(i) NAV per unit and

(ii) Public offer price of the unit.

(4 marks)

(b) What are treasury bills ? A registered society bought 91 days treasury bills on August 24, 2015 which matured on October 19, 2015. The rate quoted by seller was ₹ 99.0894 per ₹ 100 face value. Calculate YTM.

(4 marks)

(c) Calculate the value of rights if :

Number of rights shares offered (n)                      3,000

No. of shares held (m)    1,800

Ex-right price (P ex)    ₹ 24

Right offer price (P of)    ₹ 21

Face value of shares    ₹ 10

(2 marks)

: 2 :

- (d) A mutual fund had repeatedly exceeded the permissible limits of transactions through its associate brokers in terms of Regulation 25(7)(a) of SEBI (Mutual Funds) Regulations. Consequently a penalty of Rupees Two lakh was imposed by Adjudicating officer of SEBI on this mutual fund.

Mutual Fund pleaded for waiver of penalty stating that the limit was not exceeded intentionally. Is this penalty justified ? Discuss in reference of relevant case.

(5 marks)

*Attempt all parts of either Q. No. 2 or Q. No. 2A*

2. Explain the following :

- (a) Functions of Securities Market
- (b) Disadvantages of Fund of Funds scheme
- (c) Conditions for issue of IDR
- (d) Winding up of collective investment scheme
- (e) Real Estate Mutual Fund Scheme.

(3 marks each)

*OR (Alternate question to Q. No. 2)*

- 2A. (i) “Investment in all categories of Alternative Investment Funds shall be subject to certain conditions.” Comment.

(5 marks)

- (ii) What are the market benefits of Hedge funds ?

(5 marks)

- (iii) What are External Commercial Borrowings (ECBs) ? Explain the various tracks and forms available under ECBs.

(5 marks)

: 3 :

3. Comment on the followings :

(a) The investment criteria for a foreign venture capital investor. (5 marks)

(b) Benefits available to a company on listing at SME Exchange. (5 marks)

(c) XYZ Limited a listed company has issued Partly convertible debentures in the past. Now it is planning for roll over of non-convertible portion of these debentures. As a company Secretary advise the conditions to be fulfilled in this regard. (5 marks)

4. (a) Distinguish between the following :

(i) Listed securities and Permitted securities  
(ii) Commercial bill and Commercial paper  
(iii) Foreign Direct Investment and Foreign Institutional Investment. (3 marks each)

(b) Explain briefly the following :

(i) Indenture  
(ii) Mutual fund costs  
(iii) Negotiated Delivery System. (2 marks each)

#### PART-B

5. Answer the following :

(a) What do you mean by 'Financial Education' ? Discuss various initiatives taken so far on Financial literacy in India. (8 marks)

(b) Briefly explain the provisions relating to delisting of equity shares under SEBI Regulations. 2009. (4 marks)

: 4 :

- (c) Discuss the various powers and functions of SEBI under SEBI Act, 1992. (4 marks)
- (d) What are the policies required to be framed under SEBI (LODR) Regulations 2015 ? (4 marks)

*Attempt all parts of either Q. No. 6 or Q. No. 6A*

6. Answer the following :

- (a) Success Ltd., a listed company with an authorized, issued and subscribed capital of ₹ 35 crore comprising of 3.5 crore equity shares of ₹ 10 each and a paid up capital of ₹ 34 crore decided to issue bonus shares in the ratio of 2 : 5. As a Company Secretary enumerate the steps involved in such an issue. (8 marks)

Comment on the following statements :

- (b) “Depository system provides numerous direct and indirect benefits.” (4 marks)
- (c) “Listing of securities with stock exchanges is a matter of great importance for companies and investors.” (4 marks)
- (d) “Every Institutional Buyer is qualified institutional buyer.” (4 marks)

*OR (Alternate question to Q. No. 6)*

6A. Write notes on the following :

- (i) Re-materialization
- (ii) Green Shoe Option
- (iii) Provisions relating to insider trading in Companies Act, 2013
- (iv) Creeping Acquisition Limit
- (v) Price and Price Band.

(4 marks each)

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