

M.Com. HPP (FFS) Semester-4 Examination**CC-19****Financial Regulation****Time : 2-30 Hours]****April-2024****[Max. Marks : 70**

Time-2.30 Hours

Total Marks-70

- Q1** "In the corporate governance structure of a company, several committees are formed to address different aspects of governance and oversight. With regards to the Stakeholders Relationship Committee, and Risk Management Committee, discuss the following aspects: **14**

Composition: Describe the typical composition of each committee, including the number of members, qualifications, and expertise required.

Chairperson: Explain the role and responsibilities of the chairperson of each committee.

Meetings: How frequently do these committees typically meet, and what are the key agenda items discussed during their meetings?

Quorum: What constitutes a quorum for these committees to conduct official business effectively?

Role of Committee: Elaborate on the specific roles and functions of each committee in ensuring effective governance, risk management, and stakeholder engagement within the company."

OR

- Q1** Explain the definition of Related party as per SEBI. **14**
- Q2** "Discuss the objectives, establishment, management functions, and powers vested in SEBI (Securities and Exchange Board of India). How do these aspects contribute to SEBI's role in regulating and overseeing the securities market in India, and what impact do they have on ensuring investor protection and market integrity?" **14**

OR

- Q2** Discuss the types of prospectus and its characteristics **14**
- Q3** Write a note on the Industrial Financial Corporation of India **14**
- Q3** Explain the organization and role of RBI as per the RBI Act, 1934. **14**
- Q4** Discuss in detail role and functions of National Housing bank. **14**

OR

- Q4** Write a note on Export Import Bank of India. **14**

Q5 Multiple choice question (Attempt any seven out of twelve) 14

- 1 _____ is institution for promotion, financing and development of industries in small scale sector.
 - a) NABARD
 - b) IDBI
 - c) SIDBI
 - d) RBI
- 2 Which of the following is power of IRDA?
 - a) Promoting efficiency in the conduct of insurance business
 - b) Levying fees and charges
 - c) Control and regulation of the rates
 - d) All of the above
- 3 Give full Form of GIC.
 - a) General insurance corporation
 - b) General investment corporation
 - c) General insured company
 - d) Government Investment Corporation
- 4 SIDBI was set up in the year .
 - a) 1964
 - b) 1990
 - c) 1992
 - d) 1950
- 5 Industrial Development Bank of India established in the year .
 - a) 1955
 - b) 1992
 - c) 1964
 - d) 1990
- 6 _____ is apex institution set up for promotion and development of agriculture, small cottage and village industries.
 - a) NABARD
 - b) IDBI
 - c) SIDBI
 - d) RBI
- 7 When can a listed issuer make a qualified institutions placement of eligible securities without requiring a shareholders' resolution?
 - a) When the issuance involves equity shares of the same class listed for at least one year.
 - b) When any of the promoters or directors of the issuer is not declared a fugitive economic offender.

- c) When the issuance is through an offer for sale by promoters or promoter group to comply with minimum public shareholding requirements.
 - d) When the issuer is a transferee company in a scheme of compromise, arrangement, or amalgamation approved by a High Court or tribunal
- 8 What is the key characteristic of an Initial Public Offer (IPO)?
- a) Offer of securities to existing shareholders of a listed issuer company.
 - b) Offer of specified securities by a listed issuer company to the public for subscription.
 - c) Offer of specified securities to a select group of persons on a private placement basis.
 - d) Offer of specified securities by an unlisted issuer to the public for subscription.
- 9 What distinguishes a Preferential Issue from other types of issues?
- a) It involves issuing shares or convertible securities to existing shareholders in a predetermined ratio.
 - b) It is an issue made through employee stock option schemes or employee stock purchase schemes.
 - c) It is an offer made by a listed entity to only qualified institutional buyers.
 - d) It involves issuing shares or convertible securities to a select group of persons on a private placement basis, excluding certain types of offers.
- 10 What is the definition of "Independent Director" in the context of a listed entity?
- a) A director who is nominated by the promoter group of the listed entity.
 - b) A non-executive director with significant pecuniary relationships with the listed entity.
 - c) A director who holds shares or interest in the listed entity worth more than fifty lakh rupees.
 - d) A non-executive director who is considered a person of integrity, possesses relevant expertise, and meets specified criteria regarding independence from the listed entity and its related parties.
- 11 What does the term "Net Worth" refer to in the context of a listed entity?
- a) The total value of shares held by the promoters of the listed entity.
 - b) The total income earned by the listed entity during the financial year.
 - c) The total assets minus total liabilities as defined in the Companies Act, 2013.
 - d) The total value of securities issued by the listed entity during the financial year.

12 According to the definition provided, what does the term "Related Party" encompass in the context of a listed entity?

- a) Any individual or entity holding shares of the listed entity worth more than fifty lakh rupees.
- b) Any person or entity forming part of the promoter or promoter group, or holding specified percentages of equity shares in the listed entity.
- c) Any director who has served as a nominee director of the listed entity's holding, subsidiary, or associate company.
- d) Any individual or entity receiving dividends from the listed entity for the immediate preceding financial year.
