01.07.25

# Delhi Public School, Howrah

## PERIODIC ASSESSMENT I - (2025-2026)

## Class-X

*Care must be taken not to write anything on the question paper. All the questions must be attempted in the correct sequence.*

## SUBJECT: INTRODUCTION TO FINANCIAL MARKETS (CODE - 405)

**Time Allowed: - 1 Hour** **Maximum Marks - 25**

**General Instructions:**

1. Please read the instructions carefully.
2. This Question Paper consists of 13 questions in two sections: Section A & Section B.
3. Section A has Objective type questions whereas Section B contains Subjective type questions.
4. Out of the given (3 + 10) = 13 questions, a candidate has to answer (3 + 6) = 11 questions in the allotted (maximum) time of 1 hour.
5. All questions of a particular section must be attempted in the correct order.
6. **SECTION A - OBJECTIVE TYPE QUESTIONS (11 MARKS):**
   i. This section has 03 questions.
   ii. Marks allotted are mentioned against each question/part.
   iii. There is no negative marking.
   iv. Do as per the instructions given.
7. **SECTION B – SUBJECTIVE TYPE QUESTIONS (14 MARKS):**
   i. This section has 10 questions.
   ii. A candidate has to do 06 questions.
   iii. Do as per the instructions given.
   iv. Marks allotted are mentioned against each question/part.

## SECTION A: OBJECTIVE TYPE QUESTIONS

| Q.1 | **Answer any 3 out of the given 5 questions on Employability skills** | **MARKS** |
|---|---|---|
| I. | Why is communication important in the business environment?<br>A. It avoids meetings<br>B. It helps make profits automatically<br>C. It helps various stakeholders exchange important information<br>D. It reduces the need for customer service | 1 |
| II. | Which of the following is NOT an element of the communication cycle?<br>A. Sender<br>B. Message<br>C. Opinion<br>D. Feedback | 1 |
| III. | What makes feedback 'specific'?<br>A. Giving general advice<br>B. Using strong language<br>C. Including examples and alternatives<br>D. Delaying the message | 1 |

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|---|---|---|
| IV. | Priya is a class 10 student who dreams of becoming a doctor. Every day, she studies sincerely and keeps herself disciplined, not because her parents tell her to, but because she truly wants to achieve her goal. She avoids distractions and stays focused even when no one is watching her. What type of motivation is Priya displaying in the case above? | 1 |
| V. | Identify the most appropriate difference between interests and abilities.<br>A. Interests are natural talents, while abilities are tasks you dislike.<br>B. Interests are what you enjoy doing, while abilities are what you are good at.<br>C. Interests and abilities mean the same thing.<br>D. Interests are only physical skills, and abilities are only mental skills. | 1 |

| **Q.2** | **Answer any 4 out of the given 5 questions** | |
|---|---|---|
| I. | What does each unit of equity capital of a company represent?<br>A. A bond<br>B. A mutual fund<br>C. A share<br>D. A derivative | 1 |
| II. | Who has voting rights in a company?<br>A. Bondholders<br>B. Shareholders<br>C. Debenture holders<br>D. Depository participants | 1 |
| III. | <u>**Fill in the blank:**</u><br>The first offer of shares to the public by an unlisted company is known as __________. | 1 |
| IV. | How do you define Market Capitalisation in financial terms? | 1 |
| V. | Which of the following can be an underlying asset for a derivative?<br>A. Gold<br>B. Equity<br>C. Currency<br>D. All of the above | 1 |

| **Q.3** | **Answer any 4 out of the given 5 questions** | |
|---|---|---|
| I. | Dematerialization refers to:<br>A. Buying mutual fund units<br>B. Changing physical certificates to electronic form<br>C. Issuing bonds to public<br>D. Trading foreign currency | 1 |
| II. | Why is it advisable to transact through a SEBI-registered intermediary? | 1 |
| III. | <u>**State whether the following statement is 'true' or 'false'.**</u><br>A rights issue is open to the general public. | 1 |
| IV. | Which market deals with previously issued securities?<br>A. Primary Market<br>B. Secondary Market<br>C. Money Market<br>D. Derivatives Market | 1 |
| V. | The three main participants in the securities market are:<br>A. SEBI, RBI, DEA | 1 |

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|---|---|
| | B. Buyers, sellers, and brokers<br>C. Issuers, investors, and intermediaries<br>D. Stock exchanges, banks, and mutual funds | |

## SECTION B: SUBJECTIVE TYPE QUESTIONS

| | | |
|---|---|---|
| | **Answer any 1 out of the given 2 questions on Employability Skills. Answer each question in 20-30 words.** | |
| Q.4 | How can language become a barrier in effective communication? Explain with an example. | 2 |
| Q.5 | List any two characteristics of a person who can work independently. | 2 |

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|---|---|---|
| | **Answer any 2 out of the given 3 questions in 20-30 words.** | |
| Q.6 | How do regulators ensure transparency and investor protection in the securities market? | 2 |
| Q.7 | Differentiate between public issue and private placement. | 2 |
| Q.8 | Elaborate the importance of a stock exchange for investors and companies in share trading. | 2 |

| | | |
|---|---|---|
| | **Answer any 2 out of the given 3 questions in 20– 30 words each.** | |
| Q.9 | Why is Book Building considered more efficient for price discovery than a fixed price issue? | 2 |
| Q.10 | Identify the key purpose of a Prospectus in a public issue. | 2 |
| Q.11 | What role do Merchant Bankers play in a public issue? | 2 |

| | | |
|---|---|---|
| | **Answer any 1 out of the given 2 questions in 50-80 words each.** | |
| Q.12 | How can Indian companies raise capital from foreign markets? | 4 |
| Q.13 | What precautions must one take before investing in the stock markets? | 4 |