DIRECTORATE OF DISTANCE EDUCATION
NALSAR UNIVERSITY OF LAW, HYDERABAD

M.A. (Corporate Law)
Advanced Diploma in Corporate Law

Academic Year: 2023-2024

Second Semester Examination (June, 2024)

Paper I - 1.2.6.Capital Markets

Duration of the Examination: 2 ½ hours **Total Marks : 70 marks**

INSTRUCTIONS TO CANDIDATES

- a) **Read the instructions carefully and adhere to the same.**
- b) **Please mention your DDE ID No., date of the exam, name of the programme & subject on the Answer Sheet and the Additional Answer Sheets, if any.**
- c) **The questions to be interpreted as given and no clarification can be sought from the Invigilator.**
- d) **Clearly indicate the question numbers while answering them. Answers without question numbers / wrong question numbers will not be evaluated.**
- e) **Write the answers clearly and neatly. Answers in illegible handwriting will not be taken into consideration.**
- f) **Candidates are prohibited to carry phones or any other electronic devices, books, material etc. in the Examination Hall.**
- g) **Copying is strictly prohibited and is considered as a serious academic mis-conduct and the University will take action as it deems fit.**

Section – A

Answer FIVE questions out of SEVEN questions and each question carries 10 marks. **(5 x 10 marks = 50 marks)**

1. Explain the role, functions and powers of SEBI.

2. Briefly outline key features of LODR Regulations.

3. Mogli Ltd is a listed company incorporated in India. It is into the business of eco-tourism. Mogli Ltd is planning for a Buy-Back. Advice it about the necessary requirements.

4. Sarat is the mining baron who owns 90% stake in Raj Minerals Ltd (a listed company), the largest mining company in the country. He is blessed with three sons Srikar, Shyam and Vijay. Prakash is the promoter and majority shareholder of Moon Minerals Ltd (a listed company), a competitor of Raj Minerals. Prakash always wanted to acquire Raj Minerals. Following the death of Sarat, his shareholding in Raj Minerals is equally distributed to his three sons. Prakash approached Sri and helped to have his own startup and influenced him to sell 10% of Raj Minerals to him as token of gratitude. Then he approached Shaym with a marriage alliance and got 10% of Raj Minerals as a gift. Prakash hired agents to buy shares of Raj Minerals in the open market. Vijay filed a complaint with SEBI alleging that the actions of Prakash are violative of Take-Over code. Discuss.

5. Linlon Trucks Ltd. is a listed company incorporated in India. It is one of the manufacturers of trucks in India. Mr. Junker works with the R&D department of Linlon Trucks Ltd. He is fond of automobile engineering but he could not finish his education due to family troubles. He made a point to make Ms.Bhoomi, his daughter, an automobile engineer. In her final year Ms. Bhoomi worked on the sleep detection and alert module (SDA Module) in trucks to prevent accidents. Mr. Junker ensured that Bhoomi gets a patent application filed for SDA Module. He then took it to Linlon Trucks R&D in-charge within two years Linlon started having SDA Module in all its trucks and this boosted its sales. Linlon Trucks also awarded with Road Safety Innovation Award. Linlon Trucks intending to give sweat equity to Mr. Junker. Advice.

6. Describe the regulatory framework of Capital Markets in India.

7. Explain the process of

- **a.** Rights Issue by a Listed Company
- **b.** Private Placement by a Listed Company

Section – B

Answer FOUR questions out of SIX questions and each question carries 05 marks. (4 x 5 marks = 20 marks)

8. What is role and function of SAT?

9. What is Stock Split?

10. Enumerate any five Capital Market Intermediaries.

11. What is Hostile Take-Over?

12. What do you understand by Unified Regulation?

13. What is Capital Market?