

Duration: 2 ½ Hours

SYBAF - FC - (02)

MARKS:-75

Note:- 1) All questions are compulsory.

2) Figures to the right indicate maximum marks

Q.1 (A) Multiple Choice Questions (Any Eight) (CO1-4, R)

8M

1. The central banking function in India are performed by the _____
(a) Central Bank of India (b) RBI (c) SBI (d) Punjab National Bank
2. _____ is chairman of the Central Board of directors of RBI.
(a) Finance Minister (b) Governor (c) President (d) None of the above
3. _____ is the function of the financial system.
(a) Saving Function (b) Nationalization of financial institution
(c) Establishments of Development Banks (d) Commercial Banks
4. The IPO of a bank process is ultimately regulated by the.
(a) RBI (b) SEBI (c) AMFI (d) CBI
5. The _____ usually have a maturity period of at least one year.
(a) Equity Shares (b) Debenture (c) Corporate Bonds (d) ULIPS
6. Debt Instruments which have a maturity of less than 1 year at the time of issue are called Instruments.
(a) Debt (b) Money Market (c) Equity (d) Financial
7. _____ are plans that are sponsored by most large companies.
(a) ESOP (b) DRIPS (c) Dividend (d) Bonus Share
8. All type of activities which are of a financial nature are called _____
(a) Financial Market (b) Primary Market (c) Capital Market (d) Financial Services
9. Financial instruments are useful for _____
(a) Creating benefits for Government (b) Providing Credit Creation
(c) Mobilization of saving (d) Creating Direct Securities
10. _____ is a road towards a high growth economy.
(a) Venture Capital (b) Leasing (c) Merchant Banking (d) None

Q.1 (B) State whether True or False: (Any Seven)(CO1-4, R)

7M

1. The settlement cycle is now T+1.
2. The organized sector is largely made up of money lenders and indigenous bankers.
3. Primary Market deals in new financial claims, therefore it is called the new issue market.
4. SBTS stands for simple basket trading system.
5. The benefits of debt markets include diversifying credit risks across the economy by providing an alternative to conventional bank lending.
6. The corporate debt market in India basically comprises PSU bonds and private sector bonds.
7. If a person is a "bull", then they expect prices to rise.
8. The merchant banking activity in India is governed by AMFI
9. Money market is a place where the demand for and supply of short term funds are met.
10. Debit cards and credit cards differ in some significant ways.

