Sedt No. DURATION: - 21/2 hrs 64F106424 **MARKS:-75** Note: - (1) All questions are compulsory. (2) All questions carry equal marks. (3) Figures to the right indicates full marks Q.1).A Multiple choice questions :- (ANY 8)(CO1-4 U,R) 8M 1) Foreign exchange market or forex market facilitates the trading of a) Foreign Reserves b) Foreign Exchange c) Foreign Holiday d) None 2) Market that specializes in trading dong-term and relatively high risk securities. a) Capital b) Securities c) Government d) funds 3) _____ are also known as demand deposits a) Current deposits b) Savings c) Fixed deposits d) None 4) ----- has the authority to formulate laws on insurance sector. a) IRDA b) RBI c) Union Government d) NABARD 5) _____ is a wholly – owned Government of India company. a) IIFCL b) SBI c) RBI d) Punjab National Bank 6) ----- Organisation governs the money market in India. b) RBI c) Planning Commission d) None a) SEBI ----- Stock Exchange has a basket of 50 shares in its Index. a) MCX b) BSE c) NSE d) ESB 8) MIBOR Refers to ---a) Municipal Interbank offer Rat b) Mumbai Interbank opinion Rat c) Mumbai Interbank offer Rat ----- are heavily regulated financial Intermediary 9) a) forex reserves b) Banks c) MFI d) SSI 10) ----- is called as central bank of US. a) Bank of Japan b) Bank of England c) RBI d) Feudal Reserve. Q.1) B True or False :- (ANY 7) (CO1-4 U,R) 7M 1) Central banks are primarily responsible for regulating & supervising commercial bank ------The primary function of Investment banks is to accept deposits & 2) provide loans to individuals. -----The money market deals with short terms borrowing & lending 3) typically for periods of one year or more ------Mutual funds pool money from multiple investors -----4) 5) Derivatives are financial instruments whose value is derived from the value of an underlying asset or index. -----6) In a bull market, prices of financial instruments are generally falling. ----7) The Primary purpose of credit rating agencies is to provide investment advice to individual investors. -----8)

8) Commercial banks play a crucial role in facilitating the flow of funds between savers & borrowers in the economy. -----

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9)	A stock exchange is a physical location where buyer & sellers meet to trade stocks & other securities.		ļ
10)	Monetary policy is primarily concerned with regulating the money supply		1
Q.2)	Answer the following :- (CO-1 U,R)	15M	Υ,
	What is certificate of deposit?	8M	
b)		7M	
	OR		
c)	What do you mean by financial system?	8M	
d)	Role & functions of financial system.	7M	
	Answer the following :- (CO-2 U,R)	15M	
	What are the objectives of LIC	8M	
b)		7M	
	OR		
c)	Functions of SIDBI	8M	
d)	Role of NABARD	7M	
Q.4)	Answer the following (CO-3 U,R)	15M	
	Give the limitations of money market	8M	
	Explain ADR & GDR	7M	
	OR .		
c)	Explain the concept of mutual fund	8M	
d)	Distinguish between forwards V/S futures.	7M	
Q.5) a)	Explain the characteristics of well-functioning financial system	8M	
	Explain the term stakeholder.	7M	
	OR		
Q.5)	Write short notes on: (Any 3) (CO1-4 R,U)	15M	
a)			
b)	RBI		
c)	State financial corporation	100	
d)	US financial system		
e)	Money Market		

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