

[Time: 2:30 Hours]

[ Marks:75]

Please check whether you have got the right question paper.

- N.B:
1. Attempt all questions.
  2. Figure to the right indicate full marks.

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- Q.1** A) Multiple Choice Questions – Select the correct answer (Any 8) **08**
- The central banking function in India are performed by the -----.
    - Central Bank of India
    - Reserve Bank of India
    - State Bank of India
    - Punjab National Bank
  - is chairman of central Board of directors of RBI
    - Finance Minister
    - Governor
    - President
  - is the function of financial system.
    - Saving function
    - Nationalization of financial institution
    - Establishments of development Banks
  - The IPO of a bank process is ultimately regulated by the -----.
    - RBI
    - SEBI
    - AMFI
    - CBI
  - The ----- usually have the maturity period of at least one year.
    - Equity shares
    - Debenture
    - Corporate Bonds
    - ULIPS
  - Debt Instruments which have a maturity of less than 1 year at the time of issue are called ----- Instruments.
    - Debt
    - Equity
    - Money Market
    - Financial
  - are plans that are sponsored by most large companies.
    - ESOP
    - DRIPS
    - Dividend
    - Bonus share

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- viii) All type of activities which are of a financial nature are called -----.
- a) Financial Market
  - b) Primary Market
  - c) Capital Market
  - d) Financial services.
- ix) Financial instruments are useful for -----.
- a) Creating benefits for government
  - b) Providing credit creation
  - c) Mobilisation of saving
  - d) For creating direct securities.
- x) ----- is a road towards a high growth economy.
- a) Venture capital
  - b) Merchant Banking
  - c) Leasing
  - d) None of these.

B) State whether True or False (Any 7)

- i) The settlement cycle is now T+1
- ii) The organized Sector is largely made up of money lenders and indigenous bankers.
- iii) Primary Market deals in new financial claim, therefore it is called new issue Market.
- iv) SBTS stands for simple basket trading system.
- v) The benefits of debt markets include diversifying credit risks across the economy by providing an alternative to conventional bank lending.
- vi) The corporate debt market in India basically comprises PSU bonds and private sector bonds.
- vii) If a person is a "bull", then they expect prices to rise.
- viii) The merchant banking activity in India is governed by AMFI
- ix) Money Market is a place where the demand for and supply of short term funds are met.
- x) Debit cards and credit cards differ in some significant ways.

07

Q.2 A) Explain in detail various constituents of India financial System

08

B) Explain various functions of financial Intermediaries.

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OR

C) Explain in detail various financial services offered in the financial system.

15

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Q.P. Code : 22441

- Q.3 A) What is money Markets and Explain the Instruments of money Markets. 08  
B) Explain characteristics of capital market? 07
- OR
- C) What are the various types of bonds? 15  
D) Explain the status of debt markets in India?
- Q.4 A) Explain various sources of capital in an organization? 08  
B) Explain characteristics of financial Instruments? 07
- OR
- A) Explain how Derivatives are used? 15  
B) Explain forward v/s futures contract
- Q.5 A) Explain merchant Banking and how it is different from commercial Banking? 08  
B) Explain role of NBFC in corporate Sector? *Non Financial Banking* 07
- OR
- C) Write short notes on (Any 3) 15  
1) Venture capital  
2) Features of mutual funds  
3) Commercial paper  
4) KARVY Investors Services Hd  
5) REPO Transaction