

Note : 1) All Questions are compulsory.

2) Figures to the right indicate full marks.

Q.1 A) Multiple Choice questions. (Any Eight) 8 M

- 1) \_\_\_\_\_ is the function financial system.
  - a) Saving function
  - b) Intermediaries control
  - c) Nationalization of financial Institutions.
  - d) Establishment of development banks.
- 2) \_\_\_\_\_ deals with short term claim with a maturity of less than 1 year
  - a) Money market
  - b) Primary market
  - c) Secondary market
  - d) Capital market
- 3) \_\_\_\_\_ act as intermediaries in purchase and sale of securities in the primary & secondary market.
  - a) Underwriters
  - b) merchant bankers
  - c) Broker
  - d) factoring
- 4) Banking regulation Act, 1949 conferred wide powers upon \_\_\_\_\_ to supervise & control affairs of banking companies in India.
  - a) Commercial Banks
  - b) RBI
  - c) Private Banks
  - d) Co-op. banks
- 5) Those banks which are not included in the second schedule of the Reserve Bank of India Act are termed as \_\_\_\_\_.
  - a) Schedule
  - b) Non schedule
  - c) Co-operative
  - d) Commercial
- 6) The \_\_\_\_\_ are branches of joint stock companies incorporated abroad, but operating in India.
  - a) Schedule
  - b) foreign
  - c) Co- operative
  - d) Commercial
- 7) The BSE sensx consists of basket of \_\_\_\_\_ stocks.
  - a) 50
  - b) 100
  - c) 30
  - d) 66
- 8) The IPO of bank process is ultimately regulated by to \_\_\_\_\_.
  - a) RBI
  - b) SEBI
  - c) AMFI
  - d) CBI
- 9) In the \_\_\_\_\_ market the security is purchased directly from the issuer.
  - a) Capital market
  - b) Money market
  - c) Debt market
  - d) Primary market
- 10) The \_\_\_\_\_ usually have the maturity period of at least one year.
  - a) Equity shares
  - b) Debentures
  - c) corporate bonds
  - d) ULIP'S

Q.2 B) True/ False ( Any Seven) 7 M

- Financial instruments are those instruments issued by government
- Interest rates influence the level of investment in Economy.
- Financial services are a part of financial system.
- Since nationalization in 1949, RBI is fully owned by the Govt. of India.
- Secondary market deals with listed securities.
- Interest rate is also a tool for controlling deflation.
- The IPO of Bank process is ultimately regulated by the Reserve Bank of India (RBI).
- In India merchant Bankers do not provide the services of loan syndication.
- Floating rate bonds are bonds on which the coupon rate is fixed for the entire life of the bond.
- The exchange reports the traders to RBI regularly & monitors the settlement of these traders.

- 2) a) What do you mean by credit cards? what are the various types of card offered?
- b) Explain the role of NBFC in corporate sector.

**OR**

- c) What do you mean by Debit card? where are the benefits of Debit card.
- d) What is Mutual funds? Explain its feature.

- Q.3.** a) What do you mean by money market? Explain the instrument of money market. 8 M  
b) What do you mean by Merchant Banking. 7 M  
**OR**  
c) Explain forward V/S future contracts. 8 M  
d) Explain the investment plan. 7 M
- Q.4.** a) Explain derivatives market in India. What are its types. 8 M  
b) What are the various features of Bonds. 7 M  
**OR**  
c) What is financial instruments? Explain different types of financial instruments. 8 M  
d) Explain the types of Govt. securities. 7 M
- Q.5.** Write a short Notes ( Any three) 15 M  
a) Financial Intermediaries  
b) RBI  
c) Hire purchase  
d) Owned capital & borrowed capital  
e) SEBI

\*\*\*\*\*