

S.Y.A/F sem-III FC-III (Plain)

Duration: 2 ½ hrs.

335041123

Seat Number _____

Marks: 75

Note: (1) All questions are compulsory.
(2) All questions carry equal marks.

Q.1 (A) **Choose the correct option.**

(CO1-CO4)- (8M)
(R)

- 1 The _____ is the most important type of deposit banks.
Government bank b) Commercial bank
c) Industrial Bank. d) HDFC
- 2 Value of money _____ with the occurrence of Interest.
a) increase b) depreciates c) Zero. d) decrease
- 3 The banks offering ASBA are called _____.
a) SCSB b) SCBS c) SSCB d) BCSS
- 4 The _____ is a market where existing Securities are traded.
a) Secondary market b) Primary Market c) Both d) None
- 5 _____ is a type of Security that represents the true ownership is a Company.
Equities b) Preference c) Debentures d) bonds
- 6 _____ future contract with the index as the under lying asset.
a) Stock b) Index c) Currency d) debentures
- 7 Type was scheme under the Mutual Fund which gives Tax benefit.
Open ended scheme b) close ended scheme c) None d) both
- 8 The third phase of Mutual Fund when private sector was allowed is from which year _____.
a) 1995-2005 b) 1994-2004 c) 1993-2003 d) 2003-2008

Q.1 (B) **State whether following statements are True or False**

(CO1-4)-(R) (7M)

- 1 DIPP stands for Department of industrial promotion and procurement.
- 2 Credit cards are prepaid cards.
- 3 Interest rate is also a tool for controlling deflation.
- 4 Interest-rate influence the level of investment in an economy.
- 5 The debt market in India comprises of many categories.
- 6 Capital market provides an effective source of investment in the economy.
- 7 Index futures is a future contract with the index as the underlying asset.

- Q.2 **Answer the following** (CO1-R,U)
- (a) What are the causes, measurement and effects in inflation? (8M)
 - (b) Explain the overview of financial system in India ? (7M)
- OR
- (c) Explain saving and investment (8M)
 - (d) Functions of financial system of India. (7M)
- Q.3 **Answer the following.** (CO2-R,U)
- (a) What is bond and what are the features of bonds? (8M)
 - (b) What are the functions of security market? (7M)
- OR
- (c) Distinguish between new issue market and stock exchange. (8M)
 - (d) Explain the advantages and disadvantages of debt market? (7M)
- Q.4 **Answer the following:** (CO4-R,U)
- (a) Explain problems of merchant bankers. (8M)
 - (b) What is credit card? What are the parties to the credit cards? (7M)
- OR
- (c) Explain mutual fund and its types (8M)
 - (d) Explain scope for merchant banking in India (7M)
- Q.5 Write a short note. (Any 3) (CO1-4)-(R,U) (15M)
- a) Equity funds. (U)
 - b) Forward contract. (R)
 - c) Security market. (U)
 - d) Banking institution. (U)
 - e) Service of merchant banks. (R)
