

Q.P. Code : 23264

(2½ Hours)

[Total Marks : 75

- N.B. :** (1) All the question are **compulsory**.
(2) **Figures** to the right **indicate total marks** assigned to the question.

1. (A) Fill in the blanks with appropriate words (**Any Eight**) : **8**
- (1) _____ is a system where there is exchange of funds or transfer of money from the area of surplus to the area of deficit.
- | | |
|----------------------|------------------------|
| (a) Financial System | (b) Primary Markets |
| (c) Commonly Markets | (d) Derivative Markets |
- (2) _____ was established on April, 1935 in accordance with the provisions of Reserve Bank of India Act, 1934.
- | | |
|---------|----------|
| (a) RBI | (b) SEBI |
| (c) MUF | (d) MCX |
- (3) _____ is the financial asset that derives its value from an underlying asset.
- | | |
|----------------|---------------------------|
| (a) Commodity | (b) Foreign Exchange |
| (c) Derivative | (d) Fixed Income Security |
- (4) _____ are investors who earn from discrepancy in prices between the two exchanges or between two different maturities of the same commodity.
- | | |
|-----------------|------------------|
| (a) Speculators | (b) Arbitrageurs |
| (c) Brokers | (d) Hedgers |
- (5) _____ are defined as the markets where securities / shares which are initially issued by companies are traded.
- | | |
|-----------------------|-----------------------|
| (a) Secondary markets | (b) Primary market |
| (c) Commodity markets | (d) Derivative market |
- (6) _____ means admission of securities to dealings on a recognized stock exchange.
- | | |
|-------------|--------------------------|
| (a) Listing | (b) Delisting |
| (c) Trading | (d) Fundamental Analysis |

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(7) Securities Exchange Board of India (SEBI) was established in the year _____.

- (a) 1990 (b) 1993
(c) 1988 (d) 2000

(8) The debt market is also termed as _____.

- (a) Equity Market (b) Commodity Market
(c) Foreign Exchange Market (d) Fixed Income Market

(9) _____ analysis is the forecasting of future financial price movements based on examination of past price movements.

- (a) Fundamental (b) Industrial
(c) Technical (d) Economic

(10) _____ are issued by commercial banks at a discount on face value.

- (a) Share (b) Treasury Bills
(c) Commercial Papers (d) CD's

(B) State whether following statements are **True** or **False (Any Seven)** :

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- (1) At Present, the Govt. of India issues three types of treasury bills through auctions namely 91 days, 182 days and 364 days.
- (2) Private sector companies issue commercial papers and corporate debentures.
- (3) SEBI is the regulator of Indian Mutual Fund Industry.
- (4) A company issuing shares to small group of investors is called IPO.
- (5) Exchange Traded derivatives are traded through Central Exchange with publicly visible prices.
- (6) Indian Commodity Exchange Limited is deemed recognized stock exchange under SCRA, 1956.
- (7) NSE launched electronic screen based trading in 1994.
- (8) The structure of Indian Financial system during the pre-independence era was that of modern economy.
- (9) Interest rate swaps provide a way for business to hedge their exposure to changes in Exchange rate.
- (10) PFRDA was established by the Govt. of India on 23rd August, 2003.

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2. (A) Discuss in brief the structure of Indian Financial System. 08
 (B) State the features of Financial System. 07
 OR
 (C) Discuss the various instruments in Money Market. 07
 (D) Write a note on Book Building. 08
3. (A) State the structure of debt market. 08
 (B) Explain the various functions of stock exchange. 07
 OR
 (C) Explain the role of merchant bankers in primary market. 07
 (D) What are the features of commodity market. 08
4. (A) Explain the various intermediaries in Capital Market along with role and function. 07
 (B) State the various participants in derivative market. 08
 OR
 (C) Explain the concept of risk management along with its process. 08
 (D) List out the commodity exchanges in India. 07
5. Write short notes (Any Three) : 15
 (1) ASBA.
 (2) Securities Contracts (Regulation) Act, 1956.
 (3) Types of Derivatives.
 (4) Fee based Financial Services.
 (5) Technical Analysis.