

Q. 1 (a) Fill in the blanks (any 8)

8 marks

1. The tenure of the transactions of _____ is from 2 days to 14 days.
a. notice money market, b. overnight market, c. treasury bill, d. cash management bills,
2. FEDAI was set up in _____.
a. 1958, b. 1988, c. 2008, d. 1996
3. _____ has been suggested to develop the money market by customising products and bench marking.
a. FEDAI, b. FIMMDA, c. RBI, d. SEBI
4. Short Notice Money refers to the borrowing and lending of funds for _____ days.
a. 2 to 14, b. 1, c. 15, d. 30
5. IBPs can risk sharing basis are issued for _____ days.
a. upto 90, b. 91 to 181, c. 150, d. 364
6. _____ is similar to T-Bill.
a. BAs, b. CPs, c. CD, d. IBP
7. Diversification is _____ for money market mutual funds.
a. possible, b. impossible, c. visible, d. invisible
8. SEBI regulations _____ about inspection and audit.
a. mentions, b. does not mention, c. shown, d. does not shown
9. Banks usually approach _____ for refinancing their bills.
a. RBI, b. DFHI, c. SEBI, d. FEDAI
10. Minimum lock-in period of MMF is _____.
a. 10 days, b. 15 days, c. 30 days, d. 45 days

Q. 1 (b) State whether following statements are True or False (any 7)

7 marks

1. Money market is a single homogenous market.
2. Disintegrated market leads to better control and supervision by regulators.
3. Only RBI can rediscount trade bills.
4. Money market has single interest rate.
5. Marketable assets include pension funds.
6. MMFs have fluctuating returns.
7. Banker's acceptance is similar to a treasury bill.
8. Open market operation deals with buying and selling of securities by RBI.
9. Central bank act as a guardian of money market.
10. FIMMDA was incorporated in 1998.

Q.2 (a) Explain characteristics of a Developed Money Market.

8 marks

Q.2 (b) Explain co-operative sector.

7 marks

OR

Q.2 (c) Explain Treasury Bills. Explain advantages of Treasury Bills.

8 marks

Q.2 (d) Explain Call Money Market. Explain advantages of Call Money Market.

7 marks

Q.3 (a) Describe Certificate of Deposit (CD).

8 marks

Q.3 (b) Explain Inter Bank Participation Certificate (IBP) 7 marks

OR

Q.3 (c) Explain recent measures taken by SEBI for MF Industry. 8 marks

Q.3 (d) Explain considerations for investing in Money Market Fund. 7 marks

Q.4 (a) Elaborate in detail on Treasury bills in India. 8 marks

Q.4 (b) Write characteristics of treasury bills. 7 marks

OR

Q.4 (c) Explain briefly Repo and Reverse Repo. 8 marks

Q.4 (d) Explain various newly introduced money market instruments. 7 marks

Q.5 (a) Explain mutual fund and give details of its structure. 8 marks

Q.5 (b) Explain advantages of MMF. 7 marks

OR

Q.5 (c) Write short notes on (any 3) 15 marks

1. Commercial Banks
2. Discount Market
3. Dated Government Securities
4. Structure of Mutual Fund in India.
5. deficiencies in the Money Market.