

Duration: 2 Hours & 30 Minutes

Maximum Marks: 75

Note: 1) All questions are compulsory, Subject to internal choice.

2) Figures to the right indicate full marks.

Q 1 A) Fill in the Blanks (Any 8)**08**

- 1) _____ is chairman of central board of directors of RBI. (a) Governor (b) Finance Minister (c) President
- 2) The BSE Sensex consists of a basket of _____ stocks.
(a) 100 (b) 50 (c) 30
- 3) _____ is a way of reducing your potential financial loss or hardship. (a) Insurance (b) Venture Capital (c) Factoring
- 4) RBI was Established in the year _____. (a) 1970 (b) 1935 (c) 1980
- 5) _____ has the statutory powers to regulate and promote the Indian Capital market. (a) Merchant banks (b) SEBI (c) RBI
- 6) Whenever a company issues new shares or debentures, it is known as _____. (a) IPO (b) FPO (c) shares
- 7) _____ is a contract which derives its value from the underlying assets.
(a) Debt (b) Derivative (c) shares
- 8) _____ is a popular instrument for financing working capital requirements of companies.
(a) Debentures (b) Commercial Papers (c) Equity Shares
- 9) _____ based services are related to the funds transfer from one place to another place and one person to another person. (a) Fee (b) market (c) Fund
- 10) _____ means a bank included in the second schedule of the reserve bank of India Act, 1934. (a) Schedule (b) Non-schedule (c) Co-operative

Q 1 B) State whether the statement is True or False (Any 7)**07**

- 1) If the lessor and the lessee are domiciled in the same country and equipment is imported from another country, it is called Export lease.
- 2) Issuing shares in primary market is mandatory before listing on stock exchange.
- 3) IDBI was established in the year 1990 under an Act of parliament.
- 4) IRDA is an apex statutory body for regulation and development of Insurance Industry in India.
- 5) The first development financial institution in india that has got merged with a bank is ICICI.
- 6) CP is not sold at a discount and redeemed at par.
- 7) Capital market deals with short term claims with a maturity of less than one year.
- 8) Bank is an institution who is handed over securities by the securities owners for safe custody.
- 9) Development banks are those banks which perform all kinds of banking functions like accepting deposits, advancing loans, agency functions etc.
- 10) The market regulator of Indian Capital market is SEBI

- Q 2 A)** Explain the role and importance of financial system in the economy. **08**
B) Briefly explain the constituents of Indian financial system **07**
OR
C) Explain the phases of evolution of Indian financial system. **08**
D) Describe the functions of financial system. **07**
- Q 3 A)** What is financial market? Explain its types. **08**
B) Elaborate the role of capital market in economic development. **07**
OR
C) Define Intermediaries and explain its functions to improve economic efficiency. **08**
D) Explain Money market in Indian financial system. **07**
- Q 4 A)** Elaborate various types of financial services. **08**
B) Explain the functions of IFCL. **07**
OR
C) Describe the functions of commercial banks. **08**
D) Elaborate various types of fee based financial services. **07**
- Q 5 A)** Explain the role and functions of RBI. **08**
B) What are the various Capital market instruments? **07**
OR
C) Write Short Notes (**Any 3**) **15**
1) Money market Instruments
2) Powers of SEBI
3) Treasury Bills
4) PFRDA
5) Corporate Bonds
