

Note: 1. All questions are compulsory.

Q1 A) Fill in the Blanks (Any 8)

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1. The BSE Sensex consists of a basket of _____ stocks. (50 , 30 , 100)
2. _____ capital is raised by issue of shares and ploughing back of profit.
(owned, borrowed, debt)
3. A _____ is the creditor of the company. (Equity, Debenture, bond)
4. A _____ occurred when a company divides its share which have no effect on Company. (Dividend, stock split, DRIPS)
5. RBI is the lender of last resort for _____. (Stock market, government, commercial bank)
6. _____ has the statutory powers to regulate and promote the Indian capital market.
(SEBI, RBI, Merchant bank)
7. The small investor's gateway to enter into big companies is _____.
(Equity shares, bonds, Mutual Funds)
8. Central Bank _____ credit. (Create, control, restrict)
9. _____ is chairman of central board of directors of RBI.
(Finance Minister, Governor, President)
10. _____ means a bank included in the second schedule of RBI Act, 1935.
(Scheduled, Non- Scheduled, Co-operative)

(B) State whether the following statements are True or False (Any 7)

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1. Financial System mobilizes funds from surplus holder to deficit units.
2. SIDBI was set up as a wholly owned subsidiary of IDBI.
3. An asset of a bank turns into a non-performing asset when it stops to generate regular income such as interest etc. for the bank.
4. Development banks are those banks which perform all kinds of banking functions such as accepting deposits, advancing loans, credit creation, and agency functions.
5. Securitization is conversion of existing or future cash flows into marketable securities that can be sold to investors.
6. BSE Sensex consists of 50 stocks.
7. Financial intermediaries provides optional services.
8. Issuing Shares in Primary market is mandatory before Listing on stock Exchange.
9. Stock Exchanges are not visible in nature.
10. Merchant bankers act as intermediaries between the issuers of capital and the investors who purchase these securities.

Q2 A. Explain in detail Structure / Component of Financial System

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B. What are the challenge faced by financial system?

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OR

C. Explain Indian financial system compared with Chinese financial System.

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D. Explain role and functions of financial System

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Q.3 A. Write a note on fund-based financial services.

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B. Explain in detail significance of financial services 07

OR

C. Write a note on types of financial institution. 08

D. Explain various types of financial intermediary 07

Q4.A. Write a note on new financial instruments. 08

B. Explain Function of RBI & SEBI. 07

OR

C. Write in brief meaning & features of financial regulators. 08

D. What are the characteristics of financial instrument? 07

Q.5 What is Financial Regulators? Explain its function and role. 15

OR

Q5, Short Notes (Any Three) 15

1. Role of intermediation.

2. Feature of Financial intermediation.

3. Feature of Financial Parties.

4. Stock Market.

5. Money Market.