

Maximum Marks: 75

Duration: 2 Hours & 30 Minutes

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) The _____ Sensex consists of a basket of 30 stocks.
(a) NSE (b) BSE (c) NCDEX
- 2) _____ is a way of reducing your possible financial loss.
(a) Venture Capital (b) Factoring (c) Insurance
- 3) Financial System mobilize funds from _____ unit to deficit unit of funds in economy. (one, surplus, investors)
- 4) Stock Exchange market is example of _____ market in India.
(a) IPO (b) secondary (c) primary Market
- 5) RBI nationalised in the year _____. (a) 1960 (b) 1949 (c) 1955
- 6) _____ refer to services provided by the finance industry.
(a) Financial Markets (b) Financial Services (c) Financial instrument
- 7) _____ is a popular instrument for financing working capital requirements of companies.
(a) Debentures (b) Commercial Papers (c) Equity Shares
- 8) Financial Instruments with maturity of more than 1 year are called as _____ instrument. (a) Capital Market (b) Money Market (c) Primary market
- 9) _____ is an offering of either fresh issue of securities or an offer for sale for the first time in life to the public. (FPO, IPO, EPO)
- 10) A _____ holder is the creditor of the company. (a) Equity (b) Debenture (c) Bond

Q 1 B) State whether the statement is true or false

07

- 1) India has 30 recognised stock exchanges that operate under government approved rules by laws and regulation.
- 2) The market regulator of Indian Capital market is RBI
- 3) SEBI does not helps in prohibiting insider trading in securities.
- 4) IDBI stands for Industrial Development Bank of India.
- 5) The first development financial institution in india that has got merged with a bank is ICICI.
- 6) Treasury bills are capital market instruments.
- 7) There are no financial market required in financial system.
- 8) Development banks are those banks which perform all kinds of banking functions like accepting deposits, advancing loans, agency functions etc.
- 9) Indian Financial System has four pillars namely financial market, financial instrument, financial institution and financial services.
- 10) Factoring is a financial option for the management of receivables.

- Q 2 A)** Explain the importance of financial system in the economy. **08**
B) Write a brief note on evolution of financial system.. **07**
OR
C) What do you mean by Financial system? Explain its functions. **08**
D) Briefly explain the constituents of Indian financial system. **07**
- Q 3 A)** Explain types of financial intermediaries in brief. **08**
B) Explain the financial intermediaries with its features. **07**
OR
C) Explain any two category of financial market. **08**
D) Elaborate the role of money market in economic development. **07**
- Q 4 A)** Elaborate the importance of development banks in India **08**
B) Explain any 4 fund based financial services. **07**
OR
C) Describe the functions of commercial banks. **08**
D) What is financial service? Explain its functions. **07**
- Q 5 A)** Explain the role and functions of SEBI. **08**
B) What are the various money market instruments? **07**
OR
C) Write short notes (Any 3) **15**
 1) Capital Market Instruments
 2) RBI
 3) IRDA
 4) Financial instrument
 5) Debt Instruments