

Q.1 (A) Fill in the blanks: (Any Eight)

(8M)

1. The is the most important type of deposit banks.
(a) Commercial Bank (b) Co-operative Bank (C) Industrial bank (d) merchant bank
2. Value of money _____ with the occurrence of interest.
(a) Depreciates (b) Appreciates (c) stable (d) income
3. _____ is a financial market for buying and selling debt securities.
(a) Commodity market (b) Debt market (c) primary market (d) secondary market.
4. Treasury Bills are _____ securities and pay no interest.
(a) Zero coupon (b) Payment coupon (c) value coupon (d) extra coupon
5. Equity derivatives are derivative instruments with underlying _____ assets based on
(a) Equity securities (b) Preference securities (c) bonds (d) debenture.
6. _____ is the person who buys the right conveyed by the option.
(a) Option holder (b) Future (c) forecast (d) share holder
7. A. is an investment vehicle that allows resources in order to purchase stocks, bonds and other securities.
(a) Mutual funds (b) Derivation (c) investment (d) savings
8. The financial service can also be called _____.
(a) Financial intermediations (b) Financial derivatives (c) services (d) share
9. In _____ resources are mobilized by companies through issue of new securities
(a) Primary market (b) Secondary market (c) capital market (d) share market
10. Fixed return on bond is often termed as the _____.
(b) Dividend rates (a) Interest rates (c) coupon (d) rate

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

(7M)

1. Investments is what helps you meet your shorter term needs and medium financial goals.
2. Stagflation is the rate where costs rise due to economic trends of spending products and services.
3. The debt market in India comprises of many categories.
4. New market is a market where firms go to the public for the first And Refer time through Initial Public Offering (IPO).
5. Hedger don't face risk associated with the price of an asset.
6. Equities don't represent the ownership in a company.
7. Credit cards are prepared cards.
8. In India, Merchant Bankers do not provide the services of loan syndication.
9. Speculators wish to bet on future movements in the price of an asset.
10. DIPPP stands for Department of Industrial Promotion and Procurement.

Q.2 (a) Explain the overview of financial system in India. (8M)

(b) Explain in detail banking financial institution (7M)

OR

(c) What is inflation? What are the various types of inflation? (8M)

(d) Explain in detail capital formulation. (7M)

Q.3 (a) What is capital market? What are the needs & importance of capital market. (8M)

(b) Explain classification of financial market. (7M)

OR

(c) Explain Advantages or disadvantages of primary market. (8M)

(d) What are the various types of bonds. (7M)

Q.4 (a) Explain different types of financial instrument. (8M)

(b) What are the benefits of derivatives market with reference to India. (7M)

OR

(c) Explain derivatives market in India. What are its types of contract. (8M)

(d) What is future contract? Explain its features. (7M)

Q.5 (a). Explain scope & progress of merchant bank. (8M)

(b) What is financial services? Explain its feature & importance (7M)

OR

(c) Write short notes on: (Any Three) (15M)

1. Services of merchant bank.
2. Factors affecting selection of mutual fund.
3. Feature of mutual fund
4. Problem of merchant bank
5. E-wallet