

QP Code : 04275

(2 ½ Hours)

[ Total Marks : 75

- N.B: (1) All questions are compulsory.  
 (2) All questions carry equal marks.  
 (3) Figures to the right indicate full marks.

1. Answer the following (any two) :— 15
  - (a) Explain in detail the structure of Indian Financial system.
  - (b) Examine the financial sector reforms undertaken in India since 1991.
  - (c) Explain the components of Indian financial system.
  
2. Answer the following (any two) :— 15
  - (a) Explain the nature and scope of Money Market.
  - (b) Explain the structure of money market and its sub-markets.
  - (c) Describe the instrument used in money markets.
  
3. Answer the following (any two) :— 15
  - (a) State the importance of capital market.
  - (b) Explain the role of capital market in economic development of a country.
  - (c) Explain the objectives of Nationalisation of Banks.
  
4. Answer any two questions from the following :— 15
  - (a) Explain secondary functions of commercial Banks.
  - (b) Discuss the role of RBI as a regulatory authority.
  - (c) Explain the objectives of RBI.
  
5. Answer the following :— 8
  - (a) Fill in the blanks.
    - (i) The RBI was establish in the year \_\_\_\_\_.  
 (a) 1955                      (b) 1935  
 (c) 1947                      (d) 1951
    - (ii) The SBI was nationalised in the year \_\_\_\_\_.  
 (a) 1921                      (b) 1955  
 (c) 1949                      (d) 1961
    - (iii) RBI is empowered to issue all currency notes except \_\_\_\_\_.  
 (a) One Rupee note  
 (b) Five Rupee notes  
 (c) Ten Rupee note  
 (d) Hundred Rupee notes

- (iv) \_\_\_\_\_ is a selective method of credit control.  
 (a) Open market operations  
 (b) Margin requirement  
 (c) Bank Rate  
 (d) Cash Reserve Ratio
- (v) Total number of public sector banks are \_\_\_\_\_.  
 (a) 27 (b) 28  
 (c) 20 (d) 14
- (vi) Find odd man out.  
 (a) CARE (b) ICRA  
 (c) SEBI (d) CRISIL
- (vii) The primary market is also referred to as \_\_\_\_\_.  
 (a) Old Issues Market  
 (b) Stock Market  
 (c) New Issue Market  
 (d) None of the above.
- (viii) Money Market is essentially a market for \_\_\_\_\_.  
 (a) Short term funds  
 (b) Long term funds  
 (c) Medium term funds  
 (d) All of the above.
- (b) State whether the following statements are true or false.
- (i) Banking Regulation Act was passed in the year 1949.
- (ii) The Regional Rural Banks are sponsored by nationalised banks.
- (iii) The long term agricultural credit institutions have a three-tier structure.
- (iv) The Naraiham Committee was appointed in Aug 1992.
- (v) One of the major objectives of nationalising the banks was to make credit available to the priority sectors.
- (vi) CRR affects the credit generation by Banks.
- (vii) Capital Markets provides working capital needs.