

FIFTH SEMESTER B.Com. DEGREE EXAMINATION, OCTOBER 2012

(CCSS)

Specialisation—Finance

BC 5B 10—INDIAN FINANCIAL SYSTEMS

(2010 Admissions)

Three Hours

Maximum : 30 Weightage

Part A

*This part consist of three bunches of questions carrying equal weightage.
Each bunch has **four** questions.
Answer all **twelve** questions.*

Fill in the blanks :

- 1 _____ acts has intermediary between Government and Money market.
- 2 Government securities are also known as _____ securities.
- 3 NABARD was set up in the year _____.
- 4 _____ is the process of admitting securities for trading on recognised stock exchange.

Choose the correct answer from the given :

- 5 Which of the following is not a component of Capital Market ?

(a) Long term loan market	(b) Industrial securities market.
(c) Short term loan market.	(d) Government securities market.
- 6 The market regulator of Indian capital market is :

(a) DFHI.	(b) RBI.
(c) CCI.	(d) SEBI.
- 7 The depository set up by Bombay stock exchange is :

(a) NSDL.	(b) CDSL.
(c) SHCIL.	(d) CCIL.
- 8 Which of the following was set up mainly for providing finance to private sector ?

(a) IDBI.	(b) IFCI.
(c) ICICI.	(d) All of these.

C. Answer in one-word :

- 9 Name the person who is appointed by a stock broker to assist him in the business of trading.
- 10 Name the major player in the Indian call Money Market.
- 11 Name the process through which physical securities are converted into electronic form.
- 12 Which investment scheme provides an opportunity to small and medium investors to invest investments indirectly in Stock Market and Money Market Securities ?

(12 × ¼ = 3 weight)

Part B*Answer all nine questions in one or two sentences each.*

13. What is Capital Market ?
14. What do you mean by certificate of deposits ?
15. What is Re-Materialisation ?
16. What is Stock Market Index ?
17. What is Net Asset value (NAV) ?
18. Define Statutory liquidity ratio.
19. What are REPOS ?
20. Who is a depository ?
21. Who are the members of a stock exchange ?

(9 × 1 = 9 weight)

Part C*Answer any five questions.**Answer shall not exceed one page each.**Each question carries a weightage of 2.*

22. State the features of a Capital Market.
23. Explain the functions of discount and finance house of India.
24. What are the guidelines issued by RBI for the issue of commercial papers ?
25. Briefly explain the defects of Indian Financial system.
26. What are the objectives of SEBI ? Explain.
27. Who are the speculators on a stock exchange ? What are their functions ?
28. How is NIM different from Secondary market ?

(5 × 2 = 10 weight)

Part D

Answer any two questions.

Each question carries a weightage of 4.

29. What is Money Market ? Discuss the various Money Market instruments and list their features.
30. Give a brief account of the various development financial institutions functioning in India.
31. Define stock exchange. Describe the features and services provided by the stock markets in India.

(2 × 4 = 8 weightage)