

All questions are compulsory.

17/10/19.

2 Hours 30 Mins

Figures on right indicate full marks.

75 Marks

Q1. A) Multiple Choice Questions: (Any 8)

(08 Marks)



1. _____ is chairman of central board of directors of RBI.
 - i) Finance Minister
 - ii) Governor
 - iii) President
2. RBI was established in the year _____.
 - i) 1970
 - ii) 1935
 - iii) 1980
3. _____ is a popular instrument for financing working capital requirements of a company.
 - i) Certificate of deposit
 - ii) Commercial paper
 - iii) Equity shares
4. Central bank _____ credit.
 - i) Creates
 - ii) Controls
 - iii) Restricts
5. The small investors' gateway to enter into big company is _____.
 - i) Preference shares
 - ii) Bonds
 - iii) Mutual funds
6. _____ is a way of reducing your potential financial loss or hardship.
 - i) Insurance
 - ii) Venture capital
 - iii) Factoring
7. BSE established in the year _____.
 - i) 1960
 - ii) 1975
 - iii) 1875
8. The main objective of regulating today is to ensure _____ protection.
 - i) Investor's
 - ii) Company's
 - iii) Own's
9. Indian financial system is _____ based.
 - i) Market
 - ii) Bank
 - iii) Information
10. _____ are unorganized sector of Indian Financial System.
 - i) Indigenous bankers
 - ii) Commercial banks

iii) Private banks

Q1. B) State whether the following statements are true or false: (Any 7) (07 Marks)

1. The unorganized sector is largely made up of commercial banks.
2. Financial intermediaries provide optional services.
3. Merchant bankers engage themselves in the business of issue management.
4. Commercial banks operate for profit.
5. Factoring is a financial option for management of receivables.
6. Hybrid instruments have feature of only equity.
7. Debentures are money market instruments.
8. MCX is a stock exchange.
9. The primary market is under the control of SEBI.
10. Financial instruments are not financial assets or claims.

Q2. A) What are the various types of mutual fund schemes? (08 Marks)

Q2. B) What are the functions of financial system? (07Marks)

OR

Q2. C) What are the factors responsible for growth of capital market? (08 Marks)

Q2. D) What are the benefits of holding depository account? (07Marks)

Q3. A) What are the contents of Balance Sheet of a commercial bank? (15 Marks)

OR

Q3. B) What is a development bank? What are its features? (08 Marks)

Q3. C) What are the functions of IDBI? (07Marks)

Q4. A) What is the role of Reserve Bank of India? (15 Marks)

OR

Q4. B) How is the asset structure of commercial banks? (08 Marks)

Q4. C) What are the various money market instruments (07Marks)

Q5. A) What is the role and function of SEBI? (15 Marks)

OR

Q5. B) Short notes: (Any 3) (15 Marks)

- i) Commercial banks
- ii) Participants in capital market
- iii) Certificate of deposit
- iv) Financial services
- v) Indian financial system
