

11.4.19



[ Marks:75]

Please check whether you have got the right question paper.

- N.B:
1. All questions are compulsory
  2. All questions have internal choice

- Q1 A State the following statements are true or false and rewrite the statements (any eight) 8
- 1 EXIM is private bank.
  - 2 Liquidity Insurance theory was published by Dr. Alfred Marshal.
  - 3 Power Finance Corporation Ltd was established in 1996.
  - 4 CRYSTAL is a credit rating agency.
  - 5 SIDBI promotes growth of MSME in India.
  - 6 Financial Intermediaries discourages capital formation.
  - 7 Financial Intermediaries are charity based institutions.
  - 8 Insurance minimizes the risks faced by people.
  - 9 Indian money market is organized market.
  - 10 Intermediaries play important role in economic progress.
- Q1 B Match the following (any seven) 7
- |                            |                          |
|----------------------------|--------------------------|
| 1 Financial Intermediaries | - A SEBI                 |
| 2 Bank                     | - B 1986                 |
| 3 RBI                      | - C Capital formation    |
| 4 Budget                   | - D NABARD               |
| 5 EXIM                     | - E Intermediaries       |
| 6 Mutual funds             | - F Monetary policy      |
| 7 Brick work               | - G Finance Ministry     |
| 8 PFC                      | - H Foreign trade        |
| 9 Merchant Banks           | - I Credit Rating Agency |
| 10 Agriculture             | - J Counsellig           |
- Q2 A Explain financial system? State the functions of financial system? 8  
B State its functions of financial intermediaries? 7  
OR
- Q2 C Describe the benefits of financial intermediaries? 8  
D Discuss the regulatory and promotional functions performed by RBI? 7
- Q3 A Explain the role of NBFC in Indian Economy? 8  
B State the advantages of mutual funds? 7  
OR
- Q3 C Discuss the importance of Credit Ratings? 8  
D What is Insurance? State the types of Insurance? 7
- Q4 A Explain management of credit risk by financial intermediaries? 8  
B How does information asymmetry lead to market failure? 7  
OR
- Q4 C What is transaction cost? State types of transaction costs? 8  
D Explain the role of financial intermediaries in rural development? 7

- Q5 A Discuss the changing nature of financial intermediaries?  
B State the impact of globalisation in financial intermediaries?

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OR

- Q5 Short Notes (any three)  
1 Challenges faced by financial intermediaries  
2 Impact of technology in financial intermediaries  
3 SIDBI  
4 Banks  
5 Financial brokers

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