

70923

(Pages : 2)

Name.....

12

Reg. No.....

**FIFTH SEMESTER B.Com. DEGREE EXAMINATION, NOVEMBER 2014**

(UG-CCSS)

Core Course

BC 5B 10—INDIAN FINANCIAL SYSTEM

Three Hours

Maximum Weightage : 30

**Part A**

*Answer all twelve questions.*

I. Fill in the blanks :

- 1 The market for new issue is called \_\_\_\_\_ market.
- 2 \_\_\_\_\_ is the suitable method where small companies issue shares.
- 3 \_\_\_\_\_ is the link between the depository and the owner.
- 4 RBI is the lender of last resort for \_\_\_\_\_.

II. Match the following :

- | A                                    | B                  |
|--------------------------------------|--------------------|
| 5 Market regulator of capital market | (a) RBI.           |
| 6 Not require acceptance             | (b) Mutual funds.  |
| 7 UTI                                | (c) SEBI.          |
| 8 ICRA                               | (d) T. Bills.      |
|                                      | (e) Credit rating. |

III. State True or False :

- 9 Term lending institutions are money market intermediaries.
- 10 A company which sets up a mutual fund is called a sponsor.
- 11 LIC was established in 1956.
- 12 Government bond is a long term security.

(12 × ¼ = 3 weightage)

**Part B**

*Answer all questions in one or two sentences each.*

*Each question carries a weightage of 1.*

- 13 What are financial assets ?
- 14 Give the meaning of acceptance market.

Turn over

- 15 What is a certificate of deposit ?
- 16 What are zero interest bonds ?
- 17 Who are bears in the secondary market ?
- 18 What is dematerialisation ?
- 19 Define Listing.
- 20 What is a swap market ?
- 21 What is DFHIL ?

(9 × 1 = 9 weight)

### Part C

*Answer any five questions in one or two paragraph each.  
Each question carries a weightage of 2.*

- 22 "In spite of suitable measures, Indian Financial System remains weak." Comment on weakness.
- 23 Distinguish between Money market and Capital market.
- 24 Explain the objectives of NSE.
- 25 Examine the functions of IDBI.
- 26 Point out the SEBI guidelines for primary market.
- 27 List the features of a commercial paper.
- 28 Write a note on the method of trading on a Stock Exchange.

(5 × 2 = 10 weight)

### Part D

*Answer any two questions.  
Each question carries a weightage of 4.*

- 29 What do you mean by Financial system ? Discuss the role of financial system in the economic development of a Country.
- 30 "A merchant banker performs a number of valuable functions." Discuss.
- 31 Describe the objectives, functions and powers of SEBI.

(2 × 4 = 8 weight)