

16P423

(Pages: 2)

Name.....

Reg.No.....

FOURTH SEMESTER M.A. DEGREE EXAMINATION, MARCH 2018

(Regular/Supplementary/Improvement)

(CUCSS - PG)

CC15P ECO4 C14 – FINANCIAL MARKETS

(Economics)

(2015 Admission onwards)

Time: Three Hours

Maximum:36 Weightage

Part A

Answer *all* questions. Each question carries ¼ weightage.

1. The maturity of treasury bill is.....
a) 91 days b) 364 days c) Both a and b d)None of the above
2. SEBI is
a) regulatory authority b) statutory authority c) Both a and b d) none of the above
3. The secondary market is a market for
a) new issue b) old issue c) new securities d) government securities
4. ICICI was formed in
a) 1952 b)1953 c)1954 d)1955
5. is the method of persuasion, of request, of informal suggestion, and of advice to the commercial bank usually adopted by the central bank.
a) Bank rate b) Open market operations c) CRR d) Moral suasion
6. The market for long term funds
a) money market b) call money market c) capital market d) treasury bill market
7. RBI was established in
a) 1935 b)1940 c) 1947 d) 1950
8. The is the rate fixed by the Central bank at which it rediscounts first class bills of exchange and government securities held by the commercial banks.
a) SLR b) BR c) CRR d) Open market operations
9. For the promotion of export finance the government has set up EXIM bank in
a) 1971 b)1981 c) 1991 d) 2001
10. FCNR account is a term deposit account that can be maintained by
a) government b) NRI in foreign currency c) Central bank d) all the above
11. The securities purchased by a bank for investment purposes are known as
a) equity capital b)primary reserves c) discounts d)secondary reserves
12. The accounting year for the Reserve Bank of India is
a) October-September b) April-March c)January-December d) July-June

(12 x ¼ =3 weightage)

Part B

(Very short answer type questions not exceeding one paragraph.)
Answer any *five* questions. Each question carries 5 weightage.

13. What do you mean by financial inclusion?
14. What are treasury bills?
15. Define Negotiable certificate of deposits.
16. What are Global Depository Receipts (GDR)?
17. What do you mean by call money market?
18. What are foreign currency swaps?
19. What are option premium?
20. Define Insider trading.

(5 x 1= 5 weightage)

Part C

(Short answer type questions not exceeding one page)
Answer any *eight* questions. Each question carries 8 weightage.

21. Write a shot note on inclusive growth.
22. Explain the role of financial intermediaries.
23. Write a short note on Euro currency market.
24. What is meant by demutualization of stock exchanges?
25. What are the main types of derivatives?
26. What do you mean by Foreign Currency Convertible bonds?
27. Distinguish between Euro bonds and Euro notes.
28. What are the main functions of financial markets?
29. Give a short note on the trading mechanism in stock exchanges.
30. What are the main difference between futures and options?
31. What are the various instruments of primary market?

(8 x 2= 16 weightage)

Part D

(Essay type questions not exceeding three pages)
Answer any *three* questions. Each question carries 4 weightage.

32. Explain the various functions and instruments of money market.
33. Write an essay on the features and reasons for the growth of Euro currency market.
34. What are futures? What are the different types of futures?
35. Write an essay on the capital market reforms in India since 1991.
36. Explain the structure of Indian money market.

(3 x 4 = 12 weightage)
