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(Pages: 2)

Name:

Reg. No.....

SIXTH SEMESTER B.Com. DEGREE EXAMINATION, MARCH 2018

(CUCBCSS-UG)

CC15U BC6 B14 - FINANCIAL MARKETS AND SERVICES

Commerce – Core Course

(2015 Admission)

Time: Three Hours

Maximum: 80 Marks

Part A

Choose the correct answer from the following: Each question carries 1 mark.

1. ----- market is the market in which newly created organizations or existing ones offer their issue for the first time.
(a) Commodity (b) secondary
(c) primary (d) money
2. ----- is an unsecured short term promissory note issued by creditworthy companies.
(a) Commercial paper (b) IBPC
(c) Repo (d) Certificate of deposits
3. Which of the following is a cash asset?
(a) Deposit created out of loans (b) share
(c) bond (d) post office certificate
4. Functioning of the organized financial sector in India is regulated by:
(a) Ministry of Finance (b) RBI
(c) SEBI (d) All of these
5. Which of the following is a derivative instrument.
(a) shares (b) mutual funds
(c) swaps (d) deposits

Fill in the blanks

6. ----- bank is also known as IBRD
7. ----- is the process of price discovery in new issue.
8. RTGS stands for -----
9. In a private placement the maximum number of investors shall not exceed -----
10. Currency notes of rupee one and other subsidiary coins are issued by -----

(10 x 1 = 10 Marks)

Part B

Answer any *eight* questions. Each question carries 2 marks.

11. What do you mean by gilt edged securities?
12. What do you mean by venture capital financing?
13. Differentiate between CRR and SLR.
14. What is insider trading?
15. What is REPO?
16. Name two indices of BSE.
17. What is financial inclusion?
18. What is a depository system?
19. What is a Global Deposit Receipt?
20. What do you mean by forfaiting?

(8 x 2 = 16 Marks)

Part C

Answer any *six* questions. Each question carries 4 marks.

21. Distinguish between primary market and secondary market.
22. Explain the defects of Indian money market.
23. What do you mean by listing? What are its advantage?
24. What are the functions of a stock exchange?
25. What are the measures taken by SEBI to protect the interest of the investors?
26. Differentiate between open ended and closed ended mutual funds.
27. What is NABARD? What are its functions?
28. What are the objectives of development banks?

(6 x 4 = 24 Marks)

Part D

Answer any *two* questions. Each question carries 15 marks.

29. Explain the methods of floating funds in the new issue market.
30. Briefly explain the functions of RBI.
31. What do you mean by financial system? Discuss the role of financial system in the economic development of a country.

(2 x 15 = 30 Marks)
