

Q.P. Code : 23264**(2½ Hours)****[Total Marks : 75****N.B. : (1) All the question are compulsory.****(2) Figures to the right indicate total marks assigned to the question.****1. (A) Fill in the blanks with appropriate words (Any Eight) :****8**

- (1) _____ is a system where there is exchange of funds or transfer of money from the area of surplus to the area of deficit.
- (a) Financial System (b) Primary Markets
(c) Commonly Markets (d) Derivative Markets
- (2) _____ was established on April, 1935 in accordance with the provisions of Reserve Bank of India Act, 1934.
- (a) RBI (b) SEBI
(c) MUF (d) MCX
- (3) _____ is the financial asset that derives its value from an underlying asset.
- (a) Commodity (b) Foreign Exchange
(c) Derivative (d) Fixed Income Security
- (4) _____ are investors who earn from discrepancy in prices between the two exchanges or between two different maturities of the same commodity.
- (a) Speculators (b) Arbitrageurs
(c) Brokers (d) Hedgers
- (5) _____ are defined as the markets where securities / shares which are initially issued by companies are traded.
- (a) Secondary markets (b) Primary market
(c) Commodity markets (d) Derivative market
- (6) _____ means admission of securities to dealings on a recognized stock exchange.
- (a) Listing (b) Delisting
(c) Trading (d) Fundamental Analysis

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- (7) Securities Exchange Board of India (SEBI) was established in the year _____.
- (a) 1990 (b) 1993
(c) 1988 (d) 2000
- (8) The debt market is also termed as _____.
- (a) Equity Market (b) Commodity Market
(c) Foreign Exchange Market (d) Fixed Income Market
- (9) _____ analysis is the forecasting of future financial price movements based on examination of past price movements.
- (a) Fundamental (b) Industrial
(c) Technical (d) Economic
- (10) _____ are issued by commercial banks at a discount on face value.
- (a) Share (b) Treasury Bills
(c) Commercial Papers (d) CD's
- (B) State whether following statements are **True** or **False (Any Seven)** :
- (1) At Present, the Govt. of India issues three types of treasury bills through auctions namely 91 days, 182 days and 364 days.
- (2) Private sector companies issue commercial papers and corporate debentures.
- (3) SEBI is the regulator of Indian Mutual Fund Industry.
- (4) A company issuing shares to small group of investors is called IPO.
- (5) Exchange Traded derivatives are traded through Central Exchange with publicly visible prices.
- (6) Indian Commodity Exchange Limited is deemed recognized stock exchange under SCRA, 1956.
- (7) NSE launched electronic screen based trading in 1994.
- (8) The structure of Indian Financial system during the pre-independence era was that of modern economy.
- (9) Interest rate swaps provide a way for business to hedge their exposure to changes in Exchange rate.
- (10) PFRDA was established by the Govt. of India on 23rd August, 2003.

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2. (A) Discuss in brief the structure of Indian Financial System. **08**
 (B) State the features of Financial System. **07**

OR

- (C) Discuss the various instruments in Money Market. **07**
 (D) Write a note on Book Building. **08**

3. (A) State the structure of debt market. **08**
 (B) Explain the various functions of stock exchange. **07**

OR

- (C) Explain the role of merchant bankers in primary market. **07**
 (D) What are the features of commodity market. **08**

4. (A) Explain the various intermediaries in Capital Market along with role and function. **07**
 (B) State the various participants in derivative market. **08**

OR

- (C) Explain the concept of risk management along with its process. **08**
 (D) List out the commodity exchanges in India. **07**

5. Write short notes (**Any Three**) : **15**

- (1) ASBA.
 - (2) Securities Contracts (Regulation) Act, 1956.
 - (3) Types of Derivatives.
 - (4) Fee based Financial Services.
 - (5) Technical Analysis.
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