

# END SEMESTER EXAMINATION

## Indian Financial System: CMIF0082

**Total Marks: 100**

**Duration: 3 hrs**

1. Answer the following questions:

**[1X10=10]**

- i. Indian financial system comprises of \_\_\_\_\_. CO[1]
  - a) Organized sector
  - b) Unorganized sector
  - c) Both organized and unorganized sector
  - d) None
  
- ii. Who is the central banking authority in India? CO[2]
  - a) RBI
  - b) NABARD
  - c) Ministry of Finance
  - d) SEBI
  
- iii. The rate at which the central bank lends money to commercial banks as a lender of the last resort is known as CO[3]
  - a) Repo rate
  - b) Reverse repo rate
  - c) Bank rate
  - d) Prime lending rate
  
- iv. Which of the following is the regulator of Money market? CO[4]
  - a) Reserve Bank of India
  - b) Government of India
  - c) Telecom Regularity Authority
  - d) Insurance Regularity Department
  
- v. Which of the following is not related with Money Market? CO[5]
  - a) Treasury Bills
  - b) Commercial Bills
  - c) Certificates of Deposit
  - d) Shares

- vi. Financial services through the network of elements such as \_\_\_\_\_, serve the needs of individuals, institutions and Corporate. CO[8]
- Financial institutions
  - Financial Market
  - Financial instruments
  - All the above
- vii. What of the following is a Stock Index in India? CO[5]
- SEBI
  - NSE
  - BSE
  - Sensex
- viii. Which of the following is the apex institution which handles refinance for agriculture and rural development in India? CO[7]
- RBI
  - SIDBI
  - NABARD
  - ICICI
- ix. Which of the following is a method of renting assets? CO[8]
- Hire purchase
  - Lease
  - Hedge finance
  - Credit rating
- x. All type of activities which are of a financial nature are called ----- CO[8]
- Financial market
  - Primary market
  - Capital market
  - Financial services

Answer briefly any five of the following questions:

[3X5=15]

- Define Call Money market? CO[4]
- What is meant by Rights issue? CO[5]
- What do you mean by Hire purchase? CO[8]
- Define NPA. CO[7]
- Explain Factoring and Forfaiting. CO[8]
- What is Credit rating? CO[8]

- 3. Answer any five of the following questions:** **[7X5=35]**
- i. Differentiate between Money market and Capital market. CO[4]
  - ii. Write short note on SENSEX and NIFTY. CO[5]
  - iii. Describe the term Arbitrage and Hedging. CO[6]
  - iv. Explain the role of NEDFI in development of Northeast. CO[7]
  - v. How is Banking institutions different from Non-Banking institutions? CO[3]
  - vi. Differentiate between fee based and fund-based services. CO[8]
- 4. Answer any four of the following questions:** **[10X4=40]**
- i. Elaborate the four components of the Indian Financial system. CO[1]
  - ii. Write about the functions of financial system. CO[2]
  - iii. Illustrate the difference between debt and equity market. CO[6]
  - iv. Explain about the various instruments used in money market. CO[6]
  - v. Explain about the three types of participants in the derivative market. CO[5]
  - vi. How does a Mutual fund company works? Explain its types. CO[7]