

(2.30 Hours)

Marks : 75

N.B. 1. All Questions are compulsory

2. Each Question carries 15 marks

Q 1) A) Fill in the Blanks (Any Eight, 1 Mark each):

- 1) Money Market instrument issued by Corporate is known as _____.
- 2) RBI was established on _____
- 3) _____ Instruments have the features of Equity and Debentures.
- 4) _____ intermediary is secondary market to securities.
- 5) _____ both consist of the option to buy and sell a financial product.
- 6) _____ subscribes to unsubscribe portion of securities.
- 7) _____ means insurance of insurance.
- 8) NABARD stands for _____.
- 9) Debt represents _____ to the company.
- 10) _____ means selling insurance products through banks.

B) State the following are True or False (Any Seven, 1 Mark each):

- 1) Money market is a wholesale debt market for low risk.
- 2) A stranger can sue on a fire policy.
- 3) Bill of Lading is a document which serves as evidence that the goods were actually shipped.
- 4) Financial system is important to reallocate capital and restructure the economy to accelerate growth of the country.
- 5) The RBI is vested with the power of Selective Credit control.
- 6) Reinsurance has no direct effect for the policyholder.
- 7) Risk contains a suggestion of Loss or danger.
- 8) Policy holder can take a loan against a life insurance policy.
- 9) Money Market Mutual Funds can be set up by scheduled commercial banks, public financial institutions or their subsidiaries.
- 10) Investors acquire a diversified portfolio of securities even with large investment in a mutual fund.

Q 2) Answer the following (15 marks)

- (a) Explain the functions of financial system.
- (b) Explain steps taken by SEBI for regulation of mutual funds

OR

- (c) Explain the components of Indian Financial system?
- (d) Explain SEBI reforms in Indian stock exchanges

Q 3) Answer the following (15 marks)

- (a) Define Banking? What are the primary functions of Commercial Banks?
- (b) Explain NPA and management of NPA?

OR

- (a) Explain the functions of Development Banks.
- (b) Explain the functions of Import / Export Bank of India

Q 4) Answer the following (15 marks)

- (a) Explain reinsurance and types of reinsurance in India
- (b) What is the procedure to evaluate mutual fund performance?

OR

- (c) Explain five different types of policies in Life Insurance
- (d) What are the different mutual fund schemes in Indian markets?

Q 5) Write short notes (Any three, five marks each):

- (a) Capital Adequacy Norms
 - (b) Money Market Mutual Fund
 - (c) Merits and Demerits of Bancassurance
 - (d) Fund Sponsor
 - (e) Repo and Reverse Repo rate
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