



SHRI S. H. KELKAR COLLEGE OF ARTS, COM. AND SCIENCE, DEVGAD.

SYBMS SEMISTER IV EXAMINATION, MARCH. 2023

COURSE: Financial Institutions and Markets (UBMSFSVI.)

CLASS: SYBMS

DURATION: 2.5 Hours

MAX. MARKS:75 Marks

N.B.- (1) All questions are compulsory.

(2) Figures to the right indicate full marks.

Q.1) A) MULTIPLE CHOICE QUESTIONS. (Any Eight) 08 MARKS

1. The central banking functions in India are performed by the.....

- a) Central Bank of India b) Reserve Bank of India c) State Bank of India
d) Punjab National Bank

2. The BSE sensx consists of a basket of Stocks

- a) 50 b) 30 c) 100 d) 66

3. The deals in new financial claim, therefore it is called new issue market.

- a) Money Market b) Primary Market c) Secondary Market d) Capital market

4. acts as intermediaries in purchase and sale of securities in the primary and secondary markets.

- a. Underwriters b. Merchant Bankers c. Broker d. Factoring

5. The Primary Market consists of arrangements, which facilitates the procurement of long term funds by companies by makingof shares and debentures.

- a) Fresh Issue b) IPO c) Secondary Issue d) Public Issue

6. is Nodal agency to regulate the capital market and other issues in India

- a) RBI b) SEBI c) Promotional Activities d) RRB's

7. The UTI was set up in year

- a) 1965 b) 1964 c) 1967 d) 1982

8. Which of the following is an example of Non- banking financial institutions?

- a) Commercial Bank b) RBI c) Co-operative Bank d) LIC

9. is the function of financial system.

- a) Saving Function b) Nationalisation of Financial Institutions
c) Establishment of development banks d) None of these

10. refers to small scale financial services for both credits and deposits.

- a) Microcredit b) Microfinance c) Cash Credit d) Mutual funds



B) STATE TRUE OR FALSE- (Any Seven)

07 MARKS

1. Microfinance is expected to play a pivotal role in poverty eradication and employment generation.
2. RBI came into existence on 1st April 1935.
3. SEBI does not help in prohibiting insider trading in securities.
4. A financial system is a vertical arrangement of well-integrated chain of financial markets and institutions that provide financial intermediation.
5. The IFCI has promoted ICRA Ltd., a credit rating agency to help investors undertake investment decisions.
6. Issuing shares in Primary market is mandatory before Listing on stock exchange
7. If a person is a "Bull", then they expect prices to rise.
8. Stocks are securities that are a claim on the earnings and assets of a corporation.
9. Secondary market deals with listed securities.
10. Commercial papers are highly liquid instruments, that means, at any time the holder can transfer or get discounted from RBI.

Q.2) A) What is meant by financial market explain classification of financial market. 8

B) Explain functions of financial system. 7

OR

C) Explain constituent of Indian financial system. 8

D) Explain types of financial services. 7

Q.3) A) What is SEBI explain its objectives powers and functions of SEBI. 8

B) What do you mean by merchant banks? Explain services provided by merchant bankers in India. 7

OR

C) What is meant by commercial banks. Explain the functions of commercial banks in India. 8

D) What is meant by NBFC. Explain the functions of NBFC's in India. 7

Q.4) A) What is meant by money market? Explain features and importance of money market. 8

B) Explain the organization structure of Indian money market. 7



OR

C) What is mean by capital market? Explain different factors responsible for group of capital market in India. 8

D) Explain role of capital market in India. 7

Q.5) Write short notes on following. (Any Three) 15

- a. Microfinance
- b. financial innovation
- c. Life Insurance Corporation
- d. Mutual Fund
- e. Bombay stock exchange

OR

Q.5)

A) Explain features of mutual fund . 8

B) Explain in detail advantages and disadvantages of mutual funds in India. 7

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